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LITHIUM VALLEY COMMISSION

In the matter of:

Resources on Developing) Docket No. 20-LITHIUM-01 Geothermal and Lithium) Co-Production for the) August 26,2021 Lithium) Valley Commission Meeting)

LITHIUM VALLEY COMMISSION

REMOTE VIA ZOOM

THURSDAY, AUGUST 26, 2021

Reported by:

Elise Hicks

APPEARANCES

CHAIR

Silvia Paz

MODERATOR

Charlene Wardlow

LITHIUM VALLEY COMMISSION MEMBERS

Steve Castaneda

Rod Colwell

Roderic Dolega

Miranda Flores

Martha Guzman Aceves

James C. Hanks

Ryan E. Kelley

Arthur "Richie" Lopez

Luis Olmedo

Silvia Paz

Frank Ruiz

Manfred Scott

Thomas Soto

Jonathan Weisgall

MEDIA AND LEGISLATION

Richard Rojas (Legislation)

Lindsay Buckley (Media)

PRESENTERS

Jim Minnick

Henry Martinez

Susanne Heim

MEMBERS OF THE PUBLIC

Angela Islas

Eric Reyes

Nikola Lakic

Meg Slattery

Vijay Dhar

Cristina Marquez

Shrayas Jatkar

1	PROCEEDINGS					
2	1:31 P.M					
3	MS. DE JONG: Good afternoon, everyone. Welcome					
4	to the Lithium Valley Commission Meeting. Before we get					
5	started, we're going to give everybody a few seconds to					
6	just finish jumping in and logging into the Zoom call.					
7	Okay, so I think we are ready to get started.					
8	Again, welcome everybody. And as you will notice, we are					
9	offering Spanish interpretation.					
10	So, before we kick off the meeting, I would like					
11	to invite a representative from the CEC Public Advisor's					
12	Office, who will speak in Spanish to inform our Spanish					
13	speaking audience about the need to select a Spanish					
14	channel if they prefer to listen to this meeting in					
15	Spanish.					
16	And there is an interpreter in the Spanish					
17	channel, interpreting everything said in English into					
18	Spanish. I ask for your patience as we create a more					
19	inclusive and accessible meeting. Thank you.					
20	Noemi?					
21	MS. AVALOS: Hi, this is RoseMary Avalos. I work					
22	with Noemi Gallardo and I'll go ahead and read the portion					
23	in Spanish.					
24	[Spanish 00:02:56 to 00:04:47]					
25	CHAIR PAZ: Thank you RoseMary. Gracias. So, if					

you are joining us today via smartphone or a tablet, you
 may need to find the ellipsis or the more button to
 navigate to the interpretation option.

Again, all the attendees should select a channel, either in English or Spanish. If any members of the public in the Spanish Channel have questions or public comments, they will be given the same opportunity to engage in public comments throughout the agenda.

9 At the same time that the Chair opens the meeting 10 for public comment for all, the interpreter will provide 11 instructions to those in the Spanish Channel, to be sure 12 that all attendees can use the raise hand feature and be 13 called on to speak.

14 The interpreter will assist and translate
15 questions or public comment into English for the benefit of
16 the commissioners and attendees in the English Channel.

Unfortunately, the Zoom interpretation function
does not work for attendees who are only joining by phone.
So, our attendees on the phone will hear the English
Channel of this meeting.

The Spanish Channel is intended to provide members of the public the ability to hear the entire dialogue of the Lithium Valley Commission Meeting in Spanish and in real-time.

25

To ensure that all members of the public have

access to the meeting under Bagley-Keene, we ask that all
 of the Lithium Valley Commissioners select and remain on
 the English Channel for the entirety of the meeting,
 preferably with cameras on.

5 All attendees who wish to join the English 6 Channel, please look for the small globe icon on the bottom 7 of your Zoom application and select English Channel. Do not 8 select mute original audio. Thank you.

9 So, I will hand it over to Elisabeth to guide us10 through some administrative items.

MS. DE JONG: Thank you Chair Paz. This meeting is being conducted entirely remotely via Zoom. This means that we're in separate locations and communicating only through electronic means.

We are meeting in this fashion consistent with Executive Order N-08-21, to continue to help California respond to, recover from, and mitigate the impacts of COVID-19 pandemic.

19 The public can participate consistent with the 20 direction in this Executive Order.

This meeting is being recorded as well as transcribed by a court reporter. The transcript will be posted to the electronic docket. The recording of the meeting will be available on the Lithium Valley Commission webpage.

1 The Spanish interpretation will not be recorded 2 or transcribed. Members of the public will be muted during 3 the presentation, but there will be an opportunity for 4 public comment on each agenda item, and an additional 5 opportunity for public comments towards the end of the 6 agenda.

7 To provide public comment, please use the raise 8 hand feature in your Zoom application to be called on to 9 speak. When you speak, please provide your name and 10 affiliation.

If you've called in by phone, you will need to dial *9 to raise your hand and *6 to unmute yourself. Before speaking, please say and spell your name for the court reporter.

There is also a Q&A window in the Zoom application, which you may use to take your questions. If you want to provide public comments, but are unable to raise your hand in the Zoom application or by phone, then during the public comment portion of the meeting, you may type your comment into the Q&A window so we can relay your comments.

We'll go over these instructions again during the time for public comment. Please remember to stay muted until you've been called on to speak.

25 We also have a chat function available for IT

1 support. We ask that Lithium Valley Commissioners use the 2 chat only for IT support as well. Any other comments are 3 considered substantive to the conversation and should be 4 made publicly and orally for the Bagley-Keene compliance. 5 Meeting materials, including the notice, 6 presentation slide deck and resource document are posted 7 online in the Lithium Valley Commission docket. 8 Please note that an updated version of last 9 month's PowerPoint presentation has been uploaded for your 10 reference. And we have provided the link to the meeting 11 materials in the chat. 12 We're going to move to the roll call of Lithium 13 Valley Commissioners to determine a quorum. I will call 14 your name. Please respond if you are present and turn on 15 your camera if you can. Commissioner Steve Castaneda? 16 COMMISSIONER CASTANEDA: Yes. Here. 17 MS. DE JONG: Great. Thank you. Commissioner 18 Rod Colwell? 19 COMMISSIONER COLWELL: Present. 20 MS. DE JONG: Thank you. Commissioner Roderic 21 Dolega? 22 I hear no response. 23 Commissioner Miranda Flores? 24 I hear no response. Commissioner Martha Guzman Aceves? 25

1 I hear no response.

2 Commissioner James Hanks? 3 COMMISSIONER HANKS: Present. 4 MS. DE JONG: Thank you. 5 Vice Chair Ryan Kelley? 6 I hear no response. 7 Commissioner Arthur "Richie" Lopez? 8 No response. 9 Commissioner Luis Olmedo? 10 COMMISSIONER OLMEDO: Present. And I Apologize 11 for my camera I still can't get it working. 12 MS. DE JONG: Thank you. We can hear you, so we 13 appreciate your participation. 14 Chair Silvia Paz? 15 CHAIR PAZ: Present. 16 MS. DE JONG: Great. Thank you. Commissioner 17 Frank Ruiz? 18 I hear no response. 19 Commissioner Manfred Scott? 20 COMMISSIONER SCOTT: Present. 21 MS. DE JONG: Thank you. 22 Commissioner Thomas Soto. 23 I hear no response. 24 And Commissioner Jonathan Weisgall? 25 COMMISSIONER WEISGALL: Present.

MS. DE JONG: Okay. So, at this time we have
 seven Lithium Valley Commissioners. I do believe that
 commissioner Frank Ruiz will join us late.

But as of right now, we do not have a quorum. We will continue with the meeting without a quorum. We just will not be able to hold any votes unless we do obtain a quorum.

8 And so, I will go ahead and hand the meeting back9 over to you Chair Paz.

10 CHAIR PAZ: Thank you Elisabeth. The agenda for 11 today will be as follows.

12 The Lithium Valley Commission will consider and 13 may act on the following items. We've done the welcome and 14 the roll call. Under our administrative items, we do have 15 the approval of the July minutes. But once we achieve 16 quorum, we can probably come back to this item for 17 approval.

We will have our informational items from commissioners as well as updates from media and legislative teams. What else? We will have a workshop today and there will be a presentation followed by a panel discussion as part of that workshop.

23 We will work on determining agenda topics for 24 future meetings that will be followed by public comment and 25 then we will adjourn.

1 Next slide, please.

2 Thank you. So, at this point, we are going to be 3 inviting Richard Rojas to give us any legislative updates. 4 MR. ROJAS: Yes, can you see me Okay? 5 CHAIR PAZ: Yes, thank you. 6 MR. ROJAS: Okay, so the legislature has been in 7 full session right now. On August 16th, it came back from 8 the summer recess and tomorrow August 27th is the deadline 9 for those to get through the appropriations committee. 10 Today, was the suspense hearing during which we lost a 11 number of bills, so that's a good thing. 12 September 3rd is the last date for bills to amend 13 on the floor. September 10th is the last day for any bill 14 to be passed this year. And the governor has until October 15 10 to sign or veto bills. So, right now, we're in the 16 throes of the first year of a two-year session. 17 There are two bills that I reported on last 18 They're both Henry Stern bills, SB423, that month. 19 requires the Energy Commission along with CPUC, CAISO and 20 CARB by December 31st of 2022, submit an assessment of 21 emerging renewable energy and earn zero carbon resources to 22 the legislature. 23 The bill amended in the Spence hearing today, to

24 pushed that deadline date off one year. So, the assessment 25 would be required by 12/31/2023.

The second bill was the SB551 that would have
 created a California zero emission vehicle authority from
 the governor's office to coordinate deployment of ED
 infrastructure.

However, that bill was held in committee today,
which means that it is dead for this year. It could
conceivably come back up next year in a different form.

8 Both of those bills in their findings and 9 declarations specifically mentioned the urgent need for 10 lithium ion battery storage deployment and for the battery 11 supply chain to use lithium ion from the Salton Sea. So, 12 those are specifically mentioning the need for more 13 lithium.

And there was a bill that I'd mentioned two months ago, I think, 8983 was Eduardo Garcia. And that bill dealt with workforce development in public contracting. However, the author pulled it from a hearing on June 30th and so that won't be heard this year. That could come up in January of next year. And that is all I have unless you have guestions.

21 CHAIR PAZ: Are there any questions from Lithium
22 Valley Commissioners? Seeing none ... go ahead.

23 MS. DE JONG: Sorry. This is Elisabeth. I just 24 wanted to add that a summary of that legislative report has 25 been posted on the Lithium Valley Commission webpage.

MR. ROJAS: Thank you.

1

CHAIR PAZ: Thank you. I don't see any
 questions, so we will move on to our media update.

MS. BUCKLEY: Greetings Chair Paz and members. Over the last three months from May to July, we tracked more than two dozen articles on Lithium Valley topic and mentioned the Lithium Valley Commission for significant local coverage from the Imperial Valley press, Desert Review, Calexico Chronicle, Desert Sun, NBC Palm Springs, and News Channel 3, who also ran a piece in Spanish.

Additional coverage on a statewide and national
level from LA Times, KCRW, Politico, Vice, Fortune, S&P
Global, Spectrum News, Green Car Congress, and EME News.
So, a lot of coverage over the last three months.

We feel that four major inquiries here -- major inquiries, meaning took over work and we provided some information or interviews.

We heard from the Associated Press who wanted some information on what the state has done to support Lithium Valley to date. We also heard from Marketplace, the radio program on background, they're going to be developing a podcast series going into production this fall and going to be diving deep into the issue.

24 NBC also reached out to us for a documentary 25 they're producing on lithium mining and production in the

United States, and so was able to do an interview with
 them.

3 And then ENE News also reached out to us in July
4 following the announcement of controlled thermal resources
5 deal with General Motors.

6 We provided some background on the Lithium Valley 7 Commission and a quote from Commissioner ... who noted the 8 significance of the deal, how it illustrated that the 9 region's important to electrifying transportation in the 10 most environmentally responsible way possible.

11 And also, noted that it was encouraging milestone 12 towards realizing the vision of Lithium Valley. And she 13 also discussed how we're helping to support that through 14 the convening of the Lithium Valley Commission as well as 15 awarding grants and research dollars.

And the last update I have is that we are still working on a fact sheet on just general information around Lithium Valley facts and Lithium Valley Commission membership, and hoping to wrap that up very soon.

20 That's it for me, unless anyone has any 21 questions.

22 CHAIR PAZ: Any questions from commission? Okay.23 Thank you, Lindsay.

24 Okay, so at this point again, we're going to be 25 going through the list, calling on the commissioners to see

if they have any updates on the work related to the Lithium
 Valley Commission that they're doing.

3 Elisabeth, do I hand it back to you so you can 4 call on us?

Thank you. I'll go ahead and 5 MS. DE JONG: Yes. 6 go through the list again in alphabetical order. So, if 7 you would like to provide updates, Commissioner Castaneda? 8 COMMISSIONER CASTANEDA: Sorry about that. Yes. 9 MS. DE JONG: Great. So, we're just going 10 through offering, so maybe up to a three-minute update on 11 any of the related work that you've been working on and 12 we're starting with you, if you have anything to say. 13 COMMISSIONER CASTANEDA: Oh, sorry but I really 14 don't have anything to add at this point. But thank you. 15 MS. DE JONG: Okay. Thank you. Commissioner

16 Colwell?

17 COMMISSIONER COLWELL: Yeah, Elisabeth, just a 18 brief update on what's going on since the General Motors 19 announcement.

20 We're in negotiations now with a second party for 21 lithium uptake. That'll be announced shortly. We're also, 22 you know, part of the environmental part of this, I guess, 23 is where we've actually ... an MOU will be announced next 24 week on a basically a vault metal sulfide deal, including 25 silica.

We managed to negotiate that deal which that
 makes CO2 free cement. So, it's quite exciting and
 additional work going on with Power Purchase Agreements.
 Thank you.

5 MS. DE JONG: Thank you. Alright. Commissioner 6 Hanks?

7 COMMISSIONER HANKS: Yeah, I'd just like to 8 announce that with the expansion of geothermal, there was 9 an announcement at our board meeting of plans to develop 10 additional geothermals both for energy production and for 11 lithium production, that I'm sure some of the other 12 commissioners will add onto that. Thank you.

MS. DE JONG: Great. Thank you. I see Vice
Chair Kelley has joined us. If you would like to go ahead
and give an update.

VICE CHAIR KELLEY: Sure. Elisabeth, we had our local meeting about lithium development geothermal yesterday, updates on some questions we had pending. So, a good conversation. Some movement, infrastructure improvements are already being fast tracked.

Accessibility, workforce development, a lot of good coordination with our education partners and SDSU has now become very engaged in that, talking about a stem building on the Brawley campus and Imperial County and also a regional planning being coordinated by SDSU Research

1 Foundation.

So, lots of good news and all plays into whatwe're talking about today.

4 MS. DE JONG: Okay. Thank you. Commissioner5 Olmedo?

6 COMMISSIONER OLMEDO: Yeah, hello Elisabeth. I 7 apologize. I just stepped back in. I'll be honest with 8 you, I'm having to go back and forth two equally important 9 state advisories that just overlapped for me.

MS. DE JONG: Yeah. Thank you. Well, if you
have any updates that you'd like to provide, this as a
great time, but otherwise, we appreciate your attendance.
COMMISSIONER OLMEDO: I do not at this time.
MS. DE JONG: Alright. Thank you. Chair Paz?
CHAIR PAZ: Yes. I have a couple.

First, I wanted to update other commissioners that there will soon be an outline of the report posted, and I will encourage you once that is posted and Elisabeth will let us all know when that is. If you can take the time to review and then we'll be ready to take your feedback on that outline.

And then the second update is that I've been working with the CEC stuff and the Assembly Member Garcia's office in planning our community engagement meeting. We're looking at the month of November for that meeting since

1 that's the months where we don't meet a commission.

2 Once we have a select a date, we'll make sure 3 that it gets on your calendars as soon as possible. That 4 way you can plan to attend.

5 Those are all my updates. Thank you.
6 MS. DE JONG: Thank you. Commissioner Scott?
7 COMMISSIONER SCOTT: No, I don't have nothing to
8 say.

9 MS. DE JONG: Okay. Thank you. And Commissioner 10 Weisgall?

11 COMMISSIONER WEISGALL: Just a couple of quick 12 updates. Our two demonstration projects are on track. The 13 beginning stage of construction for the first demonstration 14 project is underway. We're still on that spring 2022 15 timeframe. Engineering on the second demonstration 16 project, that's the one with the US Department of Energy, 17 on track as well.

Let me just add on to the comments, both from Ocommissioner Kelley and Commissioner Hanks. I think that it's really terrific to see the enthusiasm and coordination at the local level that Commissioner Kelley has put together on whether it's improved infrastructure for county roads, or as he stressed, workforce development incentives in the lake, so excellent coordination there.

And piggybacking on Commissioner Hank's comment,

25

1 there's just no question that the CPUC June 30 order 2 directing an additional thousand megawatts of what 3 essentially will be geothermal power. I mean, 80% capacity 4 factors in the lake just really dovetails beautifully with 5 lithium development, one plays into the other.

6 If the lithium market takes off, there will be 7 more pressure for more geothermal development and with the 8 geothermal order that just conflates beautifully with the 9 increased lithium production.

10 So, kind of the stars seem to be aligning after, 11 I would say a good 30 years for overall geothermal 12 development in Imperial and the important bolt on 13 technology of lithium. So, all looking good. Thank you. 14 MS. DE JONG: Thank you. That concludes that 15 agenda item. Chair Paz, if we want to go back to the 16 meeting action minutes.

17 CHAIR PAZ: Yes, thank you. Okay, so at this 18 point, we can ... either any questions from commission 19 members or comments about the July action minutes?

20 I see a hand up. I don't know if it's related to 21 this -- Henry Martinez?

22 MR. MARTINEZ: I'm sorry. I did not raise the23 hand. It is my mistake. Apologies.

CHAIR PAZ: Thank you. Okay, so seeing nocomments or questions, we will open this item for public

1 comment, Elisabeth.

2 MS. DE JONG: Yes. Thank you. So, before we 3 move to vote for the meeting action minutes, we'll open the 4 floor to public comments. 5 If you're joining us by Zoom on your computer, 6 please use the raise hand feature. And if you've called 7 in, please dial *9 to raise your hand and then *6 to unmute 8 your phone line. 9 First, we'll go through hands raised on the Zoom 10 application and then any on the phone. 11 I have a hand raised by Larry and I've gone 12 ahead, you should be able to unmute yourself. 13 Larry Rillera ... I am probably saying it wrong. 14 Okay, I'm going to go ahead and move on to the next. 15 Angela Islas. 16 MS. ISLAS: Hi, can everyone hear me? 17 MS. DE JONG: Yes. 18 MS. ISLAS: Okay, great. So, good afternoon, 19 everyone. My name is Angela Islas. I am the Chair for the 20 Disadvantaged Communities Advisory Group under the 21 California Energy Commission, as well as California Public 22 Utilities Commission. 23 We are one of the standing advisory groups that 24 are assisting both the Energy Commission and the Public 25 Utilities Commission in advising in respect of SB350.

1 And I have had the pleasure to get an 2 announcement during our -- I think I believe it was in June 3 or July, we had a presentation from someone who had 4 publicly commented about the Lithium Valley Commission and 5 you all starting up on your efforts with exploring on these 6 different strategies for lithium, as well as public 7 engagement, et cetera. And has been something that has been 8 catching my attention as well as other members that are in 9 our DACAG group.

10 And we've been in conversations with Energy 11 Commission, we're just getting more information about the 12 work that you are all doing and how the DACAG can actually 13 participate and be able to just kind of learn a little bit 14 more about these efforts during our monthly meetings.

So just wanted to really just introduce myself to you all and let you all know that we are keeping this pretty close in our radar. And we're just excited to kind of see how this evolves and how much we can support you all in the best capacity as an advisory group.

20 And we just look forward to really kind of 21 collaborating with you all, hopefully in the next months of 22 this development of this commission. Thank you.

MS. DE JONG: Thank you so much. I see anotherraised hand from Eric Reyes.

25 MR. REYES: Hello (indiscernible) community-based

organization. We've been involved with the lithium made
 locally on the ordinance and development in Imperial County
 as chaired by supervisor, Ryan Kelley. We thank him for
 engaging us locally.

5 And this is my issue is that traditionally when 6 we have state agencies engagement, we have a lot of 7 missteps, miscommunications and lack of true engagement. 8 Whereas you mark the box that you have engaged 9 the community is not really coming out meaningful. So, I'm 10 hoping as you move forward that community-based 11 organizations and stakeholders will truly be engaged, will 12 truly be asked as to what our needs and wants are as you 13 move forward. Thank you.

MS. DE JONG: Thank you. And I have another hand raised by Nikola Lakic.

16 Oh, I'm sorry. You should be able to unmute now.
17 MR. LAKIC: Alright, can you hear me now?

18 MS. DE JONG: Yes.

19 MR. LAKIC: Can you see me also?

20 MS. DE JONG: No, we're not able to, but I don't 21 believe that we can as ...

22 MR. LAKIC: Okay. Well, I just want to say a few23 words.

I respectfully urge on commissioners to inviteme, especially Chair Silvia Paz to explain to commissioner

1 new breakthrough technologies in harnessing lithium.

I sent some seven-page letter, I hope you read it recently. And I respectfully urge not to make big decisions before they see my proposal because it's losing time and money.

6 My proposal incorporates everything that has been 7 sent in several meetings so far. You all want more 8 lithium, you all want more clean environment. You all want 9 more money. I'm providing that. So, I don't know where 10 animosity is coming from some systematic ignorance or 11 something.

Please invite me. You are not losing nothing if you learn a little bit more about new technology. It's nice to be close-minded and self-serve just think that you know everything. There is new technology, it's coming. I'm a guy who has it.

17 And I don't know why you are ... what you're afraid 18 of to learn a little bit more about new technologies.

I just want to raise that. Please invite me some of these days and don't make big decisions before you see new technology that incorporate clean environment, restoration of the Salton Sea and production, more lithium and more energy, and tourism, beaches. Please do that. There is no reason. Yeah, I see separation

25 between harnessing lithium and another panel is restoration

of the Salton Sea. It should be together. I market it. I
 make that together.

3 There is no reason to be persistent in something
4 that is doomed to fail.

5 Yes, well, what I'm seeing from these meetings so 6 far, group of people pushing for getting rid of lake. They 7 want a known geothermal reservoir area. They want to lease 8 that area and to reduce lake.

9 It's wrong direction. We can have full lake and 10 you still can use your known geothermal reservoir for 11 extraction lithium.

But what I'm adding to it is harnessing lithium from salty water of the lake, and yes, I forgot name but I think was ... I forgot the actual panelist last meeting was, well, it is technical talking, it's mine.

Mine means you have beginning and you have end. And sometimes that is 40 years for exploration. In my system, we have forever because we are importing seawater 45 to 50 million pounds salt. I can produce lithium, please invite me. Thank you.

MS. DE JONG: Thank you. And we have anotherhand raised by Meg Slattery.

23	MS.	SLATTERY:	Okay.	Am I unmuted?	
24	MS.	DE JONG:	You're	good to go. Yes.	
25	MS.	SLATTERY:	Okay,	thanks Elisabeth.	Hi

everyone. This is Meg Slattery. I'm a PhD student at UC
 Davis and the intern with the Lithium Resource Research and
 Innovation Center at Lawrence Berkeley National Lab.

We've been analyzing transcripts of the Lithium Valley Commission meetings and created a brief survey based on topics that have been frequently mentioned by commissioners, presenters and members of the public.

8 The purpose of the survey is to have a structured 9 way to get feedback about what potential positive and 10 negative impacts are most important to all the people who 11 might be involved in or be affected by the lithium 12 extraction.

We will use this information to inform our research and make sure we're asking questions that are useful to this committee and other stakeholders. So, for example, by recommending which impact categories should be included in lifecycle assessment.

18 The survey will be available in Spanish and 19 English and should take no more than 10 minutes to 20 complete, and that will be live starting on September 1st 21 on the Lirric website@L-I-R-R-I-C.ldl.gov/lvc.

22 So, we just wanted to make that announcement and 23 put that on people's calendars and encourage everyone to 24 take advantage of that survey as a structured means to 25 provide your input on this process, and also to share it

with your networks if possible. And we greatly appreciate
 your time and feedback. And thank you for allowing me the
 opportunity to comment.

MS. DE JONG: Thank you. Alright. That is all
the public comment at this time. Back to your Chair Paz.
CHAIR PAZ: Thank you. At this time, I will
entertain a motion to adopt the action minutes.

8 VICE CHAIR KELLEY: So moved, Jonathan Weisgall.
9 CHAIR PAZ: Thank you Jonathan. Is there a
10 second.

11COMMISSIONER COLWELL: Second. Rod Colwell.12CHAIR PAZ: Thank you, Rod. Roll call,

13 Elisabeth.

MS. DE JONG: Thank you. So, when I call your name, please let me know if you vote yes, no, or to abstain from approving the previous month meeting action minutes.

17 Commissioner Castaneda?

18 COMMISSIONER CASTANEDA: Yes.

MS. DE JONG: Thank you. Commissioner Colwell?
COMMISSIONER COLWELL: Yes.

21 MS. DE JONG: Thank you. Commissioner Hanks?
22 COMMISSIONER HANKS: Yes.

23 MS. DE JONG: Thank you. Vice Chair Kelley?

24 VICE CHAIR KELLEY: Yes.

25 MS. DE JONG: Thank you. Commissioner Olmedo?

1 And Commissioner Olmedo, if you're able to unmute 2 yourself, we haven't heard you yet. 3 Okay, I'll move on. Chair Paz. 4 CHAIR PAZ: Yes. 5 MS. DE JONG: Thank you. Commissioner Scott? COMMISSIONER SCOTT: Abstain. 6 7 MS. DE JONG: Thank you. And Commissioner 8 Weisgall? 9 COMMISSIONER WEISGALL: Approve. 10 MS. DE JONG: Thank you. If we can circle back Commissioner Olmedo, if you're able to unmute. 11 12 Alright, if not I would actually like to consult 13 with legal on this call that would put us lower than a 14 quorum of having provided a vote. Are we able to proceed 15 with the vote or do we need to wait until the next meeting? 16 MS. WEBSTER-HAWKINS: Hi Elisabeth, this is 17 Renee. Yes, we have a quorum and an abstention doesn't 18 disrupt that for purposes of taking this vote. 19 MS. DE JONG: Alright. Thank you so much for 20 confirming. So, we have a majority vote to approve the meeting action minutes from the previous meeting. They are 21 22 so approved. Thank you. 23 CHAIR PAZ: Thank you. So, now we will move to 24 the workshop for today. 25 The workshop designed to address sections that

will support the future development of geothermal power
 that has the potential to provide the co-benefit of lithium
 recovery from existing and new geothermal facilities.

Charlene Wardlow from, the Geothermal Program
Manager at the California Department of Conservation
Geologic Energy Management Division, or CalGEM for short,
will be providing a presentation and then we'll moderate a
panel discussion. Charlene?

9 MS. WARDLOW: Thank you, Commissioner Paz.
10 Good afternoon. Some of you may not be familiar
11 with the name CalGEM. We used to be the Division of Oil,
12 Gas and Geothermal Resources, DOGGR and I loved the DOGGR
13 part. Legislature changed our name a couple of years ago,
14 after 105 years.

So now you know who CalGEM is, and I'm delighted to be with you this afternoon and talk about the jurisdiction of CalGEM concerning geothermal energy development in California, as well just geothermal 101 to kind of bring everybody up to speed on what geothermal development is.

Next slide, Jordan, please.

21

22 So, this statute is really amazing to me. It was 23 written about 1969 and the vision that someone had, if you 24 look at line three on what our jurisdiction is and what the 25 definition of geothermal resources is; it includes all

minerals in solution, which obviously includes the
 geothermal fluids, the brines in Imperial County and the
 critical minerals, the minerals contained.

4 So, we do have jurisdiction for the mineral 5 resources that will be recovered from the geothermal brines 6 at the Salton Sea.

7 Next.

8 So, our regulations are found in Title 14 and 9 then under Public Resources Code, the statute is 3700. We 10 are actually been working about five years to update these 11 regulations, some date back to the 70s. And there wasn't a 12 lot of geothermal development at that time. I'm actually 13 hoping we are able to finally have a public workshop this 14 fall.

So, we oversee the production and injection wells, and we have a memorandum of understanding with US FPA for the injection wells, which are considered Class 5 under the Clean Water Act Underground Injection Control Program. And so, we work in concert with them on that. We do not oversee the wells on federal land.

21 So, for example, the Bureau of Land Management or 22 Department of Defense Lands, we do not oversee those. They 23 have their own regulatory programs.

24 Next.

25

So, our oversight is for the wells all the way

from exploration into development, the production wells,
 then their maintenance during their life, and then the
 final plugging and abandonment of those wells.

So, not only the integrity of the wells in terms of how they are drilled and completed and produced, but also the protection of underground water, surface waters, the health and safety of not only the workers, but also the general public and the environment surrounding the resources.

10

Next.

So, we also have jurisdiction for the California Environmental Quality Act for exploration wells except in Imperial County.

14 So, Imperial County actually requested from the 15 division back in the 70s to be lead agency for exploration 16 projects. So, we act as a responsible agency, both for 17 exploration projects and the development side that are 18 permitted by the county. And so, we also, then we permit 19 the wells.

20 So, an operator will submit a permit called a 21 Notice of Intention to us. We have geologists and 22 engineers on staff that review how the well will be 23 drilled, what's the blowout prevention equipment that will 24 be used, what's the casing, the steel that will be put in 25 the ground, and what type of cement they will use.

Because we want to ensure protection, not only of the resources around the well, but also the integrity of the well for the life of the well, which can be decades as ti utilizes the resource.

5 We also oversee the injection projects with a 6 separate permit where we oversee where the water is going 7 and the specific testing requirements for injection wells. 8 And we inspect the wells.

9 We have field engineers that literally go out and 10 inspect the wells to ensure everything is being maintained 11 properly. And then should there be a spill or another 12 environmental incident, we will also investigate that, 13 often in concert with other regulatory agencies.

14 Next.

So, the map on the left-hand side is actually put together, it's on the California Energy Commission website. If you go to renewable energy and geothermal, and what it's identifying is areas known as non-geothermal resource areas.

And these areas were actually identified by the United States geological survey back in the 70s when they were directed by Congress to study resources in the Western US for development of geothermal energy.

And we continue to use these sites, they're primarily the areas that have been developed. So, up in

Siskiyou County at Glass Mountain, and then of course, all
 the way down south in Imperial County.

So, then the map on the right identifies the geothermal fields, the KGAs that were identified in the county and not all of these resources have been developed, but you can see where they are actually in relationship to the major faults in the valley and then actually all the way across the border, into our neighbor, Mexico, and their project at Cerro Prieto.

10 Next.

So, we regulate about 700 high temperature wells, which are wells defined that are above 212 degrees Fahrenheit at the altitude of occurrence.

And then low temperature would be below 212. So, for example, the wells that are in the Desert Hot Springs Area, we regulate those. And there's quite a few of those either at people's homes or spas or being used for agriculture.

And then observation wells, they're observing a reservoir where that's being utilized and then temperature gradient wells are used during the exploration phase, just to determine if there's actually heat.

And again, we do not regulate the wells on and the federal lands. So, the project at East Mesa on the east side of Imperial County, it's east of Holtville just

north of I-8 and just east of East Highline Canal is BLM
 land and their local officer in El Centro oversees those
 operations.

Next.

4

5 So, geothermal, what does it mean? It's just the 6 heat from the earth and that's what we're doing. We're 7 utilizing the natural heat that occurs.

8 Next.

9 So, it gets hotter, the deeper you go. And of 10 course, we're in this just very thin layer at the very top, 11 but pretty much you could drill anywhere on planet earth 12 and at some point, it would get hot. But heat is not the 13 only thing that we're looking for.

14 Next.

15 So, why do we have these areas that are high heat 16 like Imperial County? Well, it's all driven by what's 17 called plate tectonic. All of our continents are basically 18 floating around and these boundaries come together.

So, San Andreas, which is moving against itself basically, and then areas like the Pacific Northwest where we have the volcanoes, that plate is actually subsiding underneath a plate, which is why we have the volcanoes like Mount Rainier, Mount Hood, Mount Saint Helens that erupted back in the 80s.

25

And then you can see Hawaii is actually just a

1 hot spot out in the middle of the plate with the

2 Philippines, Japan, Indonesia, all have a lot of geothermal 3 energy and it's all driven by the geology of the planet.

Next.

4

5 So, Imperial County is driven by what's going on 6 with the San Andreas. So, the San Andreas comes down from 7 the north, comes into the valley, and then at the south end 8 of the sea, it actually splits apart into what's called the 9 Brawley seismic zone.

10 And so, you have this big, pull apart basin 11 that's full of tens of thousands, potentially a foot of 12 sediment that have filled in this basin over the years from 13 the Colorado River and Lake Cahuilla (if I'm saying that 14 correctly).

And then of course it extends down into the Gulf of California. So, it's the geology and in Imperial County, the San Andreas, that is driving why we have geothermal resources in this part of the state.

19 Next.

20 So, how do we find geothermal resources? Well, 21 historically, the geologists would go out and if you find a 22 surface anomaly, a hot spring, a mud pot, a fumarole, then 23 you go, oh, then there's a reservoir at depth.

24 So, if you've been to Mount Lassen National Park 25 here in California or Yellowstone, it means there's a

1 geothermal system at depth. And so, historically, this is 2 what they've looked for.

3 Next.

So, one of the things that we're looking for is heat and a reservoir. So, this picture is actually from a video that Energy Source has on their website. And if you have an opportunity to go watch the whole thing. But this is a video of what the reservoir looks like at their project at the John Featherstone plant, just on the Southeast corner of the Salton Sea.

So, you have a magna source at depth, which is why we have the little volcanoes out in the Salton Sea. And then you have ... what happens is this heat source has caused these fluids to circulate and these ... so you have these hot fluids now circulating through this rock. It's fractured rock primarily. You have shallow sedimentary rock, more like a porous media when you get shallower.

But the wells at the Salton Sea probably average for 8,000 feet below surface, where they're producing from, and there's wells deeper than that.

And so, these hot fluids that are in circulating have been dissolving these minerals, and that's why we have such high lucrative ... I mean, if you took a cup of water at the Salton Sea, a quarter to a third of it would be minerals. So, it's a very complicated chemical project,

1 which is why this lithium recovery is very complicated.

And so, this is a reservoir, it's a huge reservoir. But the injection of the fluids back into the reservoir are critical to the sustainability of the resource.

6

Next.

7 So, we've seen the surface manifestations and so 8 the geologists, they might do geophysical surveys that are 9 like taking like 3D glasses and looking under the ground to 10 look at what the structure is underneath in three 11 dimensions.

We can sample the fluids out of the geothermal hot springs and look at the chemistry. It tells us a lot about what the temperature of the resources at depth.

And then and once we've said, oh, those all indicate there's potentially a geothermal resource here, then we drill a temperature gradient hole. Which can be a couple hundred feet deep to a couple thousand feet deep. And all we're looking for is what is the temperature? How does the temperature increase with depth?

And they're usually very small, maybe even only four to eight inches in diameter. And they do not generally penetrate the geothermal system. We're not looking for fluids at that time. We're just looking for heat.

Next.

1

2 So, then we bring in a rig to drill a production 3 well, and this is actually a picture of the North Brawley 4 power plant during construction, about 2006, 7 timeframe. 5 So, now we're going to drill a well, we're going 6 to drill a bigger well. It could be as big as 16 inches in 7 diameter, or even larger at the Salton Sea to go and find 8 the fluids and go produce them and see will they produce, 9 then what is the true geology of the rocks down at four to 10 6,000 feet? 11 Next. 12 So, we drill the well. Drilling operations run 13 24 hours a day, seven days a week. It can easily take like 14 a hundred people to support a drilling rig. It's a hard 15 job and you can see the size of the bit, the drilling bit 16 in the upper left-hand corner. 17 And so, they drill and they run pipe into the 18 ground called casing. They cement that into the ground to 19 ensure well integrity. So, that's the next step. And then 20 next, the number of wells that we need depends on how big 21 the well is in terms of production. So, next picture. 22 So, this is a well that belongs to CalEnergy. 23 When this well was drilled, it was the largest geothermal 24 well in the world. And when it was first drilled, it was 25 actually capable of the one well of producing 50 megawatts.

I If every well was that big, we wouldn't have to drill very many wells, but unfortunately, not every well is that big. So, this was very successful. It's obviously great display, but we can never exactly tell you how many wells there are, because each well will be different. We obviously want bigger is better.

7 Next.

8 So, historically, geothermal field development 9 has taken at least five years. So, the contract that 10 Jonathan Weisgall -- or not contract, but the PUC direction 11 to develop a thousand megawatts by 2026 is a lot because 12 there's only currently about 2800 megawatts of geothermal 13 running in the state. And that's been developed over the 14 last 50 years.

So, it takes a long time. For each one of these phases, you have to do the Environmental Quality Act. And then, so you have to do the expiration. You have to prove you have a resource, you have to develop, you have to drill the wells.

You have to engineer the pipelines and the power plant and the transmission system to deliver the electricity. You have to manufacture the equipment, whether it's the electric, the turbine or the generator, or get all the pipe for the wells.

25 Then you have to build the plant. It could

include roads, pipelines again, drilling the wells, and
 then building the power plant.

3 So, it's been, historically in California
4 development has taken, and this is if it's an expedited
5 process -- at least five years.

6 So, I mean, I'm hoping we have 10 rigs running 7 down in Imperial County like we did in the eighties and to 8 support this whole effort. But it is a very extensive 9 process and you'll hear more about that later.

10 Next.

11 So, the technology used for the power plant 12 technology is really based on the temperature of the 13 resource. So, the lower temperature resources tend to use 14 what's called binary technology.

Primarily the other resources in Imperial County are called Flash. And then the plants at the Geysers in Sonoma and Lake Counties, which is the largest producing geothermal field in the world, is steam only.

19 And it started production in September of 1960, 20 and steam actually flows out of the wells, like an artesian 21 water well, straight to the power plant.

22 Next.

23 So, this cartoon shows a geothermal flash power 24 plant, which is what the power plants at the Salton Sea 25 are. So, the hot brine comes out of the well, and a

1 percentage of that brine is flashed to steam. The brine 2 that's left over is injected back into the reservoir. The 3 steam goes through a steam turbine, which generates 4 electricity that goes out to the grid.

After the steam turns the turbine, it's condensed back into water, and it goes to the cooling tower that can be the main supply for water. And then if there's any water left from the evaporation of the cooling tower, it is also injected back into the geothermal system.

10 Next.

11 The John Featherstone plant that energy source 12 developed is a flash power plant. And so, you can see in 13 the background of this picture off to the Southwest, you 14 can actually see the CalEnergy plants there to the 15 Southeast of the Salton Sea.

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16
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Next.

17 So, a binary power plant doesn't use steam. Ιt 18 takes the heat from the geothermal fluid and transfers that 19 heat to another fluid, such as butane or pentane. It's a 20 hydrocarbon that boils at a lower temperature, like 90 degrees Fahrenheit. And that fluid is then what vaporizes 21 22 and turns the turbine that's connected to the generator. 23 It's completely isolated from the geothermal 24 And so, the geothermal fluid, all of it goes back fluid.

25 to the geothermal reservoir for sustainability. And then

the vaporized mortar fluid is condensed by water and goes
 back in a closed loop system back to the power plant.

Because we're not generating steam at a binary power plant, our cooling tower, which for those of you that know swamp coolers is basically a giant swamp cooler. These projects in Imperial County buy water from the Imperial Irrigation District.

8 If you were at Mammoth Lakes, California, for 9 example, where the ambient temperature is lower, they can 10 use what's called air cooling, which is more like the 11 radiator on your car.

12 Next.

13 This is the Heber 1 project, it's operated by 14 Ormat. It's just Southwest of the town of Heber, and it is 15 a binary power plant.

16 Next.

17 So, the history of Imperial County, the first 18 project, 1979 was at East Mesa, which is the project on BLM 19 land east of Holtville. And it's no longer there, but 20 there are other projects that replaced it. And then I'll 21 just let you read. So the most recent plant built in 22 Imperial County was 2012, which is the John Featherstone 23 plant.

It had also contained the Simbol minerals pilot project, and then North Brawley that came online in 2008.

1 Next.

2 So, the Salton Sea geothermal resource area is 3 very large, but as you can see, at least half of it under 4 the Salton Sea and has been inaccessible. 5 But now, with the receding of the sea, it's 6 providing opportunity to investigate the resources that 7 that were not available. And it includes IID lands, BLM 8 state lands. There's a whole variety of different land 9 ownership under the sea. 10 Next. 11 So, this includes Salton Sea statistics only, not 12 all of Imperial County potential geothermal projects 13 because this is where we're looking for lithium. 14 So, the current generation is just under 400 15 megawatts, but depending on which geologist you talk to, 16 there's probably at least another 2000. And as power plant 17 technology improves, that helps as well. 18 Next. 19 So, there are a lot of agencies involved in 20 permitting a power plant; Imperial County planting and 21 developments services, public works, if you need a grading 22 plan, for example, to move the dirt, environmental health, 23 Department of Toxic Substances Control regulates hazardous 24 waste, hazardous materials. Of course, CalGEM, the 25 California Energy Commission would do the siding for a

1 power plant over 50 megawatts.

2 And then the Imperial County Air Pollution 3 Control District issues a permit. Every geothermal well 4 and every power plant has a permit from Imperial County 5 APCD.

6 And then the Regional Water Quality Control Board 7 based out of Palm desert issues permits, waste discharge 8 orders for drilling sums for example.

9 Next.

10 So, these are the links. We actually have all 11 the public data at geo steam, if you're interested in that 12 and we'll be available for questions later to both the 13 commissioners and the public. And with that, we're going 14 to roll into our speakers.

15 So, our first speaker will be Jim Minnick. Jim 16 Minnick is Planning Director at Imperial County Planning 17 and Development Services.

18 After Jim will be Henry Martinez. Henry is the 19 General Manager for Imperial Irrigation District. He will 20 talk about IIDs, electrical and water systems.

And then Susanne Heim, is a principal with
Panorama Environmental. And she works with project
developers on permitting projects in California.

And I know I worked with the woman that originally developed that company and they have a lot of

1 expertise in geothermal, and she'll provide some additional 2 insight on permitting projects in Imperial County. Thank 3 you.

4 MR. MINNICK: Hello, this is Jim Minnick. Thank
5 you for inviting me. I really appreciate it.

6 Charlene, thank you for giving my presentation.
7 I'll be pretty quick now. Actually, if you go ahead and go
8 forward. Thank you.

9 Alright. So, Charlene kind of talked upon this.
10 The actual first wells drilled in the county were for
11 carbon dioxide for dry ice.

And then in the 50s, 40s and 50s, they did some exploratory for oil. Finally, mineral was done again, in the 60s. And in the 60s, one of the first plants or wells was the St. Clair Well, and what they ran into was problems with brine. The actual thing we're talking about harvesting nowadays, they actually had a big problem with it.

And so, it didn't work out for them until the early 70s when the very first well was done. It was actually done on BLM land and that was the 10 megawatts that were shown in Charlene's chronology.

And then we really started hitting our stride in the 70s, 80s, 90s to the point where we're rather robust in terms of our facilities.

25 CalEnergy at the time in the early 2000s, was the

1 first to really look back at the mineral potential. When 2 they developed a zinc plant from '99 to 2004, the plant 3 projection was 30,000 tons a year. It was probably a 4 little bit more ahead of the time than anything else.

5 And then in the 2010s, we saw another resurgence 6 of mineral recovery through the Simbol projects. I'll talk 7 about that a little bit in a minute.

8 Next slide, please.

9 Presently, the county has a geothermal
10 transmission or renewable energy transmission element.

11 It's actually the sixth version of it. Our first one dated 12 back in the 1977. This current one is dated 2015, so it's 13 relatively new.

As Charlene mentioned, there are nine KGRAs, and the Salton Sea KGRA is our biggest one. Let's see what my notes say here real quick.

17 Of the Salton Sea area, there are 11 power 18 plants. The county itself has 20 power plants sites. Some 19 sites like Ormat in the Heber area have multiple plants 20 within one property.

All totaled, it's actually 567 megawatts of base load power that comes out of the county. And as Charlene mentioned, we are the CEQA lead for geothermal projects and we have been processing projects since the 70s.

Next slide.

25

With regards to what's going on in the future.
 Currently, we are finishing up a mineral recovery for
 lithium at the Hudson Ranch site. We just finished the
 circulation of the environmental document.

5 So, we are projecting to go before our planning 6 commission, which is the final phase of that process late 7 September, early October. So, we should be able to see 8 that project moving forward.

9 As Jonathan mentioned, CalEnergy or Berkshire 10 Hathaway are working on two demonstrations. We're working 11 with them on their projects. We also have an up-and-coming 12 project through CTR, Control Thermodynamics who we had a 13 meeting this morning, it's called a pre-application for a 14 new 49.9-megawatt plant.

15 That's going to be kind of a little bit of a 16 different type of plant. It's using a different methodology 17 for its water. It is projecting to have a lot less water 18 demand. It's projecting to put all of the resource back 19 in.

So, the best way I can describe that plant is it's a flash plant, but it uses more of a binary resource process, meaning that like the Ormat binary plants where all of the brine goes straight back into the ground, the same thing is applicable to there. So, they're projecting a very low amount of water or recovery water necessary.

The other thing that they're looking at, which is
 different from the valley, currently, all of our plants are
 built either on disturbed farmland or open desert.

The CTR plant when processed will actually be on an area that was adjacent to the playa or part of the playa. So, they're the first step in going to the former Salton Sea water areas. And so, we're looking forward to processing that project.

9 We do know that there's some things that we're 10 going to have to address that we haven't addressed in the 11 past, but we are definitely looking forward to that.

Another avenue of direction that we're hoping for is more cogent plants. Right now, we have 11 plants, as we mentioned earlier in the Salton Sea area. All 11 plants are flash plants, flash plants tend to lend themselves better to mineral recovery, just in the nature of how they're structured. But we're also looking to develop additional plants.

19 The Berkshire Hathaway people have some plants 20 that were permitted by the CEC several years ago, but never 21 moved forward. If those could get reactivated, I know 22 Jonathan's working on that. That could be a real good 23 opportunity for us do a cogent plant, meaning a plant that 24 would be developed through the county in some form with 25 both renewable, with both power plant, as well as a

1 recovery plant at the same time.

The other thing that we're looking at is unused wells. A couple years ago, we processed a project called GeoGenCo on three wells that were underperforming. They were drilled, they were created for a potential project, but they didn't produce enough resource to make it work.

7 So, this company is looking at an alternative way 8 of developing more like micro plants at either each one of 9 the wellheads or adjacent to it and generate power in a 10 little bit smaller capacity.

We're thinking there might be a potential for mineral recovery there as well. Regards to new entitlement processes, we are working with the state to see about once again, expanding our ability to entitle going from 49 to ultimately to a hundred megawatts. We're really going to be aggressive in the next couple of months to try to see if we can get that moving forward.

We think that that's better for the development of new plants in terms of economy of scale. We are also looking at ways to streamline or rapid permit our projects. We still have CEQA, we can't get around CEQA, but we do work really hard to make that as efficient as possible. And that concludes my part of the deal. Thank you. CHAIR PAZ: Thank you. Charlene, will you be

25 calling on the next presenter?

MS. WARDLOW: Yes, Henry, you're next. Are you
 available to jump on?

3 MR. MARTINEZ: Yes, I am. Thank you. Thank very
4 much. Thank you, Chair Paz, and lithium commissioners.

5 I have a presentation here to give you some 6 background on IID and some of the facts that deal with the 7 issue of developing lithium and geothermal here in the 8 Imperial County area.

9 Can you look on the next page please? 10 A little bit of background on IID in case you're 11 not aware of our facility and jurisdiction here in Imperial 12 County and Coachella Valley, we're an irrigation district 13 that also provides public power and energy services to 14 Coachella Valley, Eastern Coachella Valley in Imperial 15 County.

16 We are the third largest public power provider in 17 California, right behind the Los Angeles Department of 18 Water And Power and Sacramento Municipal Utility District.

We're one of eight energy balancing authorities in California, which basically balancing authority means that we're responsible for the reliability of our power system to inject and transmit energy inside and outside of our service territory and maintain stability and

24 reliability for the Western grid.

25

We also have interconnections for over a thousand

1 megawatts of renewable energy, geothermal as was presented 2 before from a little less than 600 megawatts. In addition 3 to that, the balance is mostly solar.

Some of this is consumed, some of the outputs
consumed internally here within the IID service territory.
Majority is exported back into the California ISO and also
to the east into Arizona.

8 As an organization, we have over 3,900 miles of 9 distribution and transmission lines that transverses our 10 whole system and also, we're the largest irrigation 11 district in the nation.

Part of the allocations that we have from the Colorado River as a trustee of 3.1 million acre feet of water is annually diverted from the Colorado River and then also our water services, we maintain and operate over 3000 miles gravity flow of canals and drains.

17 Next slide, please.

18 To give you an idea of our service territory, is 19 pretty broad. We're over 6,400 square miles that includes 20 most of, like I said, Imperial County sections of Riverside 21 and also a small section of San Diego County.

The red lines you can see here are major transmission lines mostly 92KV up to two 30KV. And as you can see to the north and to the south, we're connected to the California system operator at Coachella.

In the south, we're connected to CAISO at IV
 substation, which is Imperial Valley substation near the
 border with Mexico.

To the east, we connect also to WAPA, which is the Western Area of Power Administration, and then also in the east, the Arizona Public Service or APS.

7 Next.

8 So, on demand we serve under 160,000 customers. 9 These are all electric accounts that we have. This last 10 August, on August 4th we reached our historic peak load 11 demand for our system of over 1,100 megawatts. This, by 12 the way, was a temperature of 118 degrees and of course, 13 all the air conditions were running full bore.

The total consumption for 2020 was over three million megawatt hours of consumption. And then the average peak load, like I said before, in the summer, the summer months is over a thousand megawatts. And then we have a reduction of a peak of 500 slide door, 500 megawatts during the winter months. So, basically, we're a summer peaking utility.

21

Next, please.

As you can see, this is a filing that we do annually to the California Energy Commission, outlining our resource portfolio of energy produced and is broken down by the renewals with 41%, and then the large hydro 5.8, and

1 natural gas, 28%.

2 We have a little bit of nuclear from ... it comes 3 out of Palo Verde, and then the specified source of power 4 basically is energy we purchase in the market.

5 So, all in all, we have a very strong position on 6 renewals currently at this point. And we're making also 7 adjustments through the years to meet the renewal for the 8 standard and the goals set by the commission in the State 9 of California.

10

Next.

11 So, the Salton Sea known resource area for 12 geothermal, we're the largest land owner in addition to 13 federal government, for the particular area that we're 14 discussing here today, and IID owns approximately 44,000 15 acres in the Salton geothermal resource area. And this is 16 basically the area in green that you see there.

So, as a landowner and also mineral rights, we're in constant discussions with all of our geothermal partners to define and develop methods of bringing the production to a reality and then also provide the of course, the permits, or at least, the lease agreements that we need to execute to maintain and again develop this rich resource that we have here in the Imperial County.

24 Next, please.

25

So, on the geothermal growth, one of the things

1 that we see with the announcement of the California Public 2 Utilities Commission of a thousand megawatts is definitely 3 an increase in new transmission. We're currently in the 4 process of upgrading one of ... it's called Path 42, which is 5 in the Coachella valley area.

6 This is the connection I mentioned earlier in the 7 Northern part of our system that connects with the CAISO. 8 We're looking at an intermit increase right now of up to 9 750 megawatts of transfer capability at that note point and 10 we anticipate that that will be completed here by the end 11 of this year.

We're currently in the process of installing the protection systems and commissioning basically, what we call a RAS or Renew Action Scheme that will be installed to maintain the ratings in a safe manner at that point.

And of course, we have opportunities to increase additional capacity on that path, as we have more interconnections approved in our system and can be delivered to the CAISO.

20 We're also looking at the existing transmission 21 upgrades. As I mentioned additional Renew Action Schemes, 22 which is the RAS. Also, elimination of our underlying 92KV 23 system, which is basically a lower voltage. And we're 24 saying bottlenecking is that we have systems basically that 25 can be upgraded by repowering or re-conductoring and

installing new transmission poles to increase the capacity
 of those current transmission lines.

And then with that, also a couple with that is the upgrade of existing infrastructure that will provide at the substations and also switch charts, higher capacity transformers, and switches to be able to accommodate additional energy flow through and through the system.

8 We're also working with the CAISO as a maximum 9 import capability that we're looking at, at this point, 10 that the CAISO tie line is in matrix four, and then also 11 additional upgrades to the CAISO endpoints, where we 12 provide interconnection points to the CAISO and beyond.

13 Next, please.

Now let me shift and focus a little bit on the water delivery system. Just to give you an overview, we have, as I mentioned before, we have senior rights on the Colorado River to the brink water of 3.1 million acre feet of water.

19 This little cartoon depicts the main system that 20 we have for water delivery to the district. On the right-21 hand side, about middle of the page there, you see a 22 diversion dam and that's called Imperial Dam. This is 23 located right on the Colorado River, where in essence, the 24 water is diverted directly into the All-American Canal. 25 The All-American Canal flows from the east to the

west and it's the main stand that you see straddling the
 Mexican-US border.

And then we have three main branches that basically branch from the All-American Canal, that's the east side main, which is the first one towards the middle of the diagram.

7 There's a high line and then followed by the 8 central main canal. And then to the west, the Western of ... 9 can't read it over there. Sorry, it's very small.

10 But you can see to the west, we have those, the 11 other canal that is also basically used to deliver water to 12 the farming community and the cities that we have to serve.

The blocks that you see on the All-American, those are hydro plants. We have approximately 80 megawatts of capacity and so the river floor, or as the water flows through delivery of water in the All-American, those power plants operate to provide renewable energy into our system and produce clean hydropower.

19 Next page.

20 So, to summarize the water entitlement that we 21 have, IID consumption use is cap at 3.1 million acre 22 through the year. The water, we deliver ... PID delivers 23 Colorado River water to a little less than half a million 24 acres for productive farmland and also nine communities in 25 Imperial County.

We don't serve water in the Coachella Valley.
 That is provided by the Coachella Valley Water District.
 So, all of our water delivery for consumption is in
 Imperial County.

5 The consumptive in valley water acre feet of 6 water that we consume is 2.5-million-acre feet a year and 7 this is 99, 2019 numbers, where 2.2-million-acre feet were 8 delivered to farms, 106,000-acre feet for non-ag, which 9 includes municipal, industrial and commercial.

10 Also, there over about 24,000-acre feet of water 11 conserved. It's available for contracting to new non-ag 12 development on an interim water supply policy.

So, this is water basically that is available for industrial use. And then from that perspective can be applied for any kind of utilization like geothermal or lithium extraction.

17 And let's see if you have heard, the cutbacks had 18 been announced by the Bill of Reclamation last week to the 19 Colorado River, does not impact at this point our senior 20 rights due to the fact that IID has senior rights equal to 21 some of the most senior rights on the river. And 22 therefore, the drought shortages at this point have not 23 impacted IID or California.

24 One other thing as you may have heard, the 25 contingency plan that was executed two years ago. The IID

is not a part of this contingency plan? Again, another
 situation where we're not bound to conserve water.

3 However, the fact that we see the stress in the 4 Colorado River and the hydrology being not as productive as 5 it has been in the past and declined over the last 20 6 years.

7 The district is working very closely with the 8 other states and other water users here in California to 9 establish a very progressive and hopefully a plan that will 10 continue to maintain water allocation and the elevation at 11 Hoover Dam.

Which is vital for us since that is our only source of water for the district. And of course, on environmental issues and the hydro production is required in native California and the rest of states.

16 Next.

So, with that, that is my presentation. And thank you for giving me the opportunity to talk about the IID. Thank you.

20 MS. WARDLOW: Thank you Henry. Our next speaker21 is Susanne Heim.

MS. HEIM: Charlene and commissioners, my name is Susanne and I'm the principal at Panorama Environmental. I'll be speaking today on the environmental planning process for the development of geothermal and lithium

1 resources in Imperial Valley.

2

Next slide.

Panorama Environmental is an environmental consulting firm and we're focused on the California Environmental Quality Act, National Environmental Policy Act Compliance. We also conduct all of the environmental studies as been stated with complying with those asks and other environmental permits.

9 And we're a small women-owned and minority owned 10 company. Our background for over 35 years has been on 11 consulting with geothermal companies. So, we have a large 12 step with backgrounds in the geothermal industry. And we 13 are currently working with Controlled Thermal Resources on 14 planning their projects at the Salton Sea.

15

Next slide.

16 Today, I'm going to cover the stages of the 17 environmental review process, and there are multiple 18 stages. Charlene touched on these earlier, so I'll give a 19 little bit more detail on some of them.

At the due diligence stage, which is the first stage of the process, that really starts with like really the very beginning point in which a developer is looking at land.

There is environmental review, even at that stage where they're looking at the major environmental conflicts

or land use constraints that would preclude the development
 in the area.

3 So, from the very beginning of our project, up 4 through the environmental studies permitting process, and 5 until the end of the project once decommissioned, there is 6 environmental review.

7

Next slide.

8 So, some of the studies that are required for the 9 development of geothermal and lithium resources include 10 biological surveys and assessments. There are also noise, 11 air quality and traffic modeling studies that are 12 conducted, cultural resource assessments and native-13 American cultural resources are also looked at and surveyed 14 on site.

Water supply is looked at, hazardous material and there's even more resources that are considered. These are kind of some of the typical ones that we're looking at after a site is selected and these are looked at and evaluated prior to, from an application being submitted.

So, the very first phase before and application is even submitted, consultants like myself are out walking the ground, and we're looking at the site and evaluating what resources are on the ground, and then working with engineers to, if possible, avoid resources and minimize impact.

So, that all happen even before an application is
 filed.

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Next slide.

And then when an application is filed, there's actually multiple applications. So, there are multiple stages of review and multiple agencies that have jurisdiction as Charlene talked about.

8 So, for CEQA, the lead agencies will either be 9 the California Energy Commission. If it's a geothermal 10 project that has net generation greater than 50 megawatts 11 or Imperial County is the generation is less than 50 12 megawatt.

13 At the federal level, there are several agencies, 14 resource agencies that have potential jurisdiction. These 15 include the US Army Corps of Engineers who have 16 jurisdiction over waters of the west. US Fish and Wildlife 17 Service have jurisdiction over federally freshened for 18 endangered species, and Bureau of Land Management who has 19 jurisdiction over any lands that are federally administered 20 by the BLM.

And so any of those agencies would require permits if you're impacting their resources or working within their land and they would even be the lead agencies. And then at a state and local level, there are also other permits that are required. So, as Charlene

1 talked about, the CalGEM has the permitting process. The 2 Department of Fish and Wildlife may have permits required 3 if there are states for endangered species on the site, or 4 state waters of the state that would be impacted.

5 The Water Board has several permits that are 6 typically required for geothermal projects and if there are 7 water state onsite, they would also have a permit for that. 8 And the Air Pollution Control District has permits that are 9 required for air quality management.

10 In addition, the Imperial County has other local11 permits that they would administer beyond CEQA.

12 Next slide.

So, I know this is too small to read, and I
didn't intend for it to be legible. I just wanted to give
you a big picture overview of the process and what it looks
like.

So, when you're working in this process, this gives you an idea of the CEC process where multiple permits are being ran in parallel. And it gives you an idea of the number of agencies and permits that are required when you're working from the developer side and working from the planning side.

23 So, there's a lot of steps. There are a lot of 24 steps of environmental review, and there's also multiple 25 opportunities for public input throughout the process.

1 So, the developers may do their own outreach even 2 before they get to the permit process. And then once they 3 engage in CEQA, the CEQA process includes scoping and 4 includes public review on draft document and there's public 5 hearings that are involved as well.

6 Where lithium is added onto a geothermal facility 7 and there's no new geothermal power generation, the CEC 8 would not be involved and there may be fewer permits 9 required.

10

Next slide.

As Charlene talked about, there's an opportunity for intersection between the Salton Sea receding and within a geothermal power generation, because the areas where the Salton Sea is receding overlaps with the KGRA.

15 This creates an opportunity for the lithium and geothermal power generation to potentially support best 16 17 control efforts and really work in tandem with the state on 18 management of habitat because the irrigation drain runoff 19 that is happening throughout some of these areas has 20 created wetlands that in these wetlands, you see a lot of 21 invasive needs as well and the areas need new general 22 management.

23 Next slide.

And then the last stage, and this is really the longest stage of environmental compliance, is mitigation

1 monitoring and monitoring and reporting throughout the 2 project life. So, even though the permits have been 3 obtained, the environmental compliance continues throughout 4 the life of the project.

5 There's monitoring during construction and 6 reporting during that process, and then throughout the 7 project life and into decommissioning, there might be site 8 inspections and various environmental reports that need to 9 be filed.

10 So, even though you've already constructed a 11 project, it doesn't mean that environmental is conceived. 12 It's something that goes from the very early stages of a 13 project, where you're first considering where to locate and 14 how to locate a project up through the end of the project 15 life.

16

Thank you so much.

MS. WARDLOW: Thank you, Susanne. I think that was great. Everybody pulled together a different piece of the puzzle.

So, we're going to go into our panel and we have questions that were posed by the commissioners that we will try to address. And so, kind of based on this subject, there could be a specific person that answers it. And then again, there'll be a Q&A later if there's other questions from the commissioners.

1 So, the first one actually I'm going to target 2 Jim Minnick first on is what's the difference in the land 3 use between a geothermal power plant and adding a lithium 4 recovery facility? For example, are there additional wells 5 or pipelines or buildings?

6 MR. MINNICK: What is the difference between 7 adding one on?

8 Well, mining into some degree is permitted with a 9 use permit within the same area the geothermal plant is. 10 And so, we would treat it fairly similar in terms of a CUP 11 and some type of connected piping from one building to the 12 other.

Sometimes it will be on the same site if there's enough room or it might be on an adjacent site. So, we're not going to really treat it any differently. It should be smoother and quicker, but it will be connected to that plant.

18 MS. WARDLOW: Okay. So, because often they'll 19 just add it to an area that's already disturbed?

20 MR. MINNICK: We're going to assume it's going to 21 be one or other. Either it's going to meet within the 22 fence line of the disturbed physical plant. Some of these 23 plants sit on 40 to 50 acres. Some are constructed in such 24 a way that they didn't anticipate, and they need use 25 additional land on the other side of the fence. So, we

1 would treat it fairly similar.

2 MS. WARDLOW: Okay. Susanne, do you want to add 3 anything to that?

MS. HEIM: Yeah, I think I'll just add that, you know, the difference when you're just adding on the lithium facilities is that you already have the power plants. So, it's it's really looking more like just adding on the facility at the building with some types going in and out. If someone was to look at it from this area.

MR. MINNICK: I think I'll add to this as well.
Part of the unknown about lithium extraction and we've
played with it on different projects over the years, is
everybody has a different approach.

And so, from a CEQA review, it's really that approach that is going to be a variable between how you permit one versus the other.

17 For example, if I permit a flash plant or a 18 binary plant, I pretty much know what I'm doing. I've done 19 those enough. There's not a lot of change.

In a binary plant, you might have a different resource. It might be like, you said, butane, it might be isopentane, some of those types of things. But for the most part, it's structurally the same.

24 Flash plants are also the same, but so far, every 25 lithium one we've done has had changes and differences. So, we haven't found that commonality yet. So, yes, pipes into a building, pipes out of the building. What's going on in the building is the variable, and what types of resources you have to add to do that extraction.

5 MS. WARDLOW: And I might just add from the well 6 field side, it doesn't require more wells. You're 7 basically taking the geothermal brine and you're detouring 8 it to remove the lithium particles, which are, I don't 9 know, parts per trillion or parts per billion. It's like a 10 drop in the bucket, so to speak, based on the amount of 11 water that's processed through these systems.

And you're detouring the water over to remove the lithium, and then it's going back into the wells. So, from a well field perspective, it adds piping to go to where the lithium recovery is, but it doesn't affect the number of wells or the fluid recovery process otherwise.

17 So, this next question is kind of just an 18 extension and Jim, you've already touched on it a little 19 bit. How is the permitting different for the geothermal 20 power plant versus the lithium recovery? Anything you want 21 to add on that?

22 MR. MINNICK: Again, it's not so much that it's 23 different. It's just that we haven't done enough of it to 24 understand the whole complexity.

25 For example, there is going to be a waste stream

1 and how you handle that waste stream, whether you filter 2 cake it and put it into an existing landfill, or whether 3 you try to figure out how to put it back into the pipe and 4 run it back into an injection well -- once we figure out 5 what they're doing with it ... I mean, all pieces of what I 6 just said happened at a geothermal plant.

7 It's just a matter of concentrations and what the 8 proposal is. We used to think it was okay, you dip a spoon 9 into the stream, you pull what you want, you throw it back 10 into the stream. It's not what every one of them are 11 doing.

So, once we figured those things out, then we have a better understanding.

MS. WARDLOW: And do you want to just quickly speak to the zoning in these KGRAs? I don't think we touched on that.

MR. MINNICK: The zoning in the KGRAs, what happens is we have a general plan element that has developed and a renewable energy overlay.

And if you're within the renewable energy overlay, then the zoning applies to it with a CUP. So, whether it's an Ag zone or an open space zone, as long as you're within that overlay, we automatically assume the resource is there and we permit it as an allowed use with a conditional use permit.

MS. WARDLOW: Thank you. So, the next question I'm going to address first had to do with mineral rights and royalties. So, whoever owns the land, whether it's IID, a private farmer, the federal government, they will have a lease with the geothermal operator.

6 Sometimes the geothermal operator may own the 7 surface and or the mineral, but that's not the majority of 8 the land. And so, I did speak to both the State Lands 9 Commission and a private developer about the leasing 10 provisions for mineral specifically.

So, they currently pay royalties regardless of who owns a land for ... it's called the percent of gross proceeds of the power plant generation. And then they have separate provisions in their leases for mineral recovery.

15 So yes, there will be royalties paid to whoever 16 the land owner is, the mineral owner for the property.

17The next question and Susanne, do you know18anything different specifically about the federal lands?

MS. HEIM: All lands work the same. And so they all don't have their kind of rules on royalties associated with mineral extraction.

MS. WARDLOW: Okay. And then Henry is going to address water. He touched on it in his presentation a little bit, but he's going to talk a little bit more about how the interim water supply agreement works for industrial

1 users.

2 MR. MARTINEZ: Yeah, certainly. Thank you, 3 Charlene. And yes, a couple of points I just want to 4 clarify, and I think there's been a misunderstanding of 5 where the water source for the geothermals come from or 6 process water, and it's not the Salton Sea. It is coming 7 from the Imperial Irrigation District.

8 As I mentioned before, the aspect of the water 9 allocation has been set aside by the board to provide for 10 industrial water. It has been established at this point 11 and in essence, the process is for the developer to apply 12 for a water requirements, depending on what they need, or 13 they are going to require it to use for their processes.

14 It's a normal application that will come through 15 our water department. It would be assessed and then of 16 course, based on the water that's already set aside for 17 that purpose, it would be provided accordingly.

I do want to mention a couple of things that I ... I mentioned a drought issue in my common surveyor. The water rights themselves become kind of a stable point that because of our seniority in the water rights, it is a safe harbor per se, that we have at this point, all contingent upon of course the molecules being available for delivery of water.

25

And the second element that I also want to

1 highlight is that there's an equitable distribution plan 2 that is in play that was determined, or at least generated 3 some time ago to determine the allocation of water in such 4 cases, if there are shortages of delivery of water to our 5 system.

6 The EDP, equitable distribution plan is under 7 review currently. We're planning to have something back to 8 the board for adoption later this year that will basically 9 address some of these subtle issues in regards to water 10 allocation and water availability.

But in essence, again, the water aspect is coming from the Colorado River, running through the Imperial Dam to our sources of water and distribution of water systems. So, that's in essence where we see the situation with the water availability going forward.

16 One other thing that I mentioned in my earlier 17 comments are the water transfers. We are transferring 18 water to San Diego County Water Authority annually. We 19 have a contract with them to divert water or deliver water 20 to them through 2048.

21 We also divert water from our location to the 22 Coachella Valley Water District. The volumes are roughly 23 between those two, about 300,000 acre feet a year. And 24 then we have miscellaneous, other water that's also made 25 available to Metropolitan Water District. And some other

1 minor transfers as well.

This is all work in the water allocation that we have currently. And again, the majority of this water is for the farmers. So, they use for irrigation. However, the other water still can be distributed and will be distributed with the industrial needs going forward.

7 MS. WARDLOW: Thank you Henry. So, then next 8 question has to do with best practices for permitting. And 9 I showed you a timeline of how long it's historically 10 taken, and we've kind of all touched on different phases of 11 permitting and all the different reviews that are required 12 and all the different agencies that are involved.

Jim, can you talk about permit streamlining or how paralleling permit processes -- and I know Susanne will also speak to that after you give your insight on that from the county's perspective.

MR. MINNICK: Sure. The county recommends and suggests, or however you want to say it; anytime possible for developers to parallel their projects.

20 What I mean by that is a lot of times developers 21 will do things more in tandem. They'll get the entitlement 22 first and then they'll go and do their engineering, and 23 then they'll get their building permit or they'll get their 24 regional water quality control permit or whatever it is. 25 We recommend that they actually start the process

1 on all fronts at the same time.

2 So, for example, in my office, if you want to 3 build a geothermal plant, it could take quite a bit of time 4 to engineer and go through the building permit process. 5 But if you start at the same time we're working with or 6 relatively shortly after we start the CEQA process, that 7 can be all done and ready to go. And once the entitlement 8 has been completed, they can turn around and get a building 9 permit right away. 10 Same with an air permit, same with Army Corps 11 permits. There's a lot of permits that you can start the 12 process, get to a certain point, get clearance with your 13 CEQA or your local permitting, and then finish off. And we 14 recommend that because that's shortens, a quite a bit of 15 time. 16 MS. WARDLOW: Okay. Thank you, Susanne would you 17 like to add to that? 18 MS. HEIM: Yeah, I'll put that and another good 19 practice is to have the environmental and engineering 20 working together very closely. 21 So, when you're at the very early planning stages 22 and you're conducting studies and evaluating resources, if 23 there's a way to minimize impact by maybe relocating pool 24 or moving facilities a little bit, that helps to reduce the 25 amount of commitments that are going to be on the backend.

Also, I do agree with Jim about moving things in parallel and having a very well-defined project. I think sometimes there's delay because either the project changes and that results in the need to do new analysis or changed analysis. So, having a good understanding of what the project is at the front-end will lead to more streamlined permit process.

8 MS. WARDLOW: And I think for example, Jim 9 mentioned that they just had a pre-application meeting with 10 Controlled Thermal Resources on their 49.9-megawatt 11 project. And I know CalGEM participated in it. It's an 12 opportunity for the developer to get early input from the 13 agencies on things that they maybe need to be looking at.

I will say just a difference between, at least my experience with the county, a county siting process versus the Energy Commission -- the county will submit an application to them, a conditional use permit application to them, and then they will hire a contractor and environmental firm to prepare the environmental document.

And so, then that goes through the ... if it's a draft, EIR and it goes through that process. The Energy Commission process is the functional equivalent of CEQA under the Warren-Ahlquist Act. But instead, the applicant basically prepares the equivalent of an EIR upfront. So, you do all your surveys upfront and you submit that to the

1 Energy Commission for review.

They do have data adequacy requirements, and it helps even with any agency to meet with them early on to find about is there a species of concern or is there some specific issue to look at.

6 But then the Energy Commission publishes their 7 own document also after looking at it, but they don't hire 8 a consultant to go do other surveys, for example.

9 And they also have a statutory deadline of one 10 year, once your application has been complete. So, it can 11 take though, like a year to even prepare your application 12 because if you need to do nesting surveys or botanical 13 surveys, for example, and you miss the spring nesting or 14 the spring bloom season, you potentially have lost a year.

15 So, it's very important in your timing to think 16 about all the different things you need to do for potential 17 mitigation down the road. Go ahead.

18 MR. MARTINEZ: Charlene, yeah, can I add just a 19 quick comment following Jim's suggestion and advice on 20 parallel planning and application permits and all that.

It's not to overlook the need to also request interconnection agreements for their facilities. This is a process that is well-understood.

However, as I mentioned before, the transmission capacity service to get the transmission out of any power

1 outside of the district is going to be something we have to 2 really evaluate with time. System studies have to be 3 conducted.

As I mentioned before, if electric systems have to be upgraded or modified, that equipment has to be also ordered. And unfortunately, that's not something you can buy off the shelf. Typically, those take us a long time or a lifetime to get them not only ordered but delivered.

9 And of course, the applications are also required 10 if transmission operators are required in certain areas. 11 So, not to ... looking at the inside of the fence is great, 12 but also look outside the fence as to what's it going to 13 take for that energy to be transmitted outside or brought 14 into the facility for lithium or geothermal?

MR. MINNICK: Can I add to that? Henry is absolutely right. Additionally, what we've been finding lately is that a lot of times, either a new gen tie line or an upgrade to an existing IID structure needs to be done. And the sooner you can get in with the IID, the easier it is for us to incorporate those modifications with the CEQA document. So, I agree with Henry's assessment.

22 MS. WARDLOW: And I'll just from the other side 23 of the power plant, actually would be looking at 24 interconnection to actually deliver the electricity out. 25 But my understanding, at least with one operator

1 that's looking at a lithium recovery project, they actually 2 are going to do a Power Purchase Agreement with IID 3 specifically to buy electricity from IID's system to 4 deliver electricity for lithium projects.

So, you've got power out and power in.
Basically, that's two different contracts in that regard.

So, just to close out this panel, do either
Susanne or Jim or Henry, do you have anything you want to
add that can make the development successful for these
companies that are looking at developing lithium on
geothermal resources?

12 MR. MARTINEZ: Well, if I can add just from IID's 13 perspective, as landowners and also as service providers 14 for both water and energy, the sooner we can have 15 discussions about the plants that are being developed or 16 proposed, can help our planning purposes and resources to 17 meet the timeline of the schedules are being considered at 18 this point for delivery of those products whether it be 19 energy or lithium.

20 We have in essence, a lot of internal planning we 21 have to do ourselves, both on water and energy and the 22 sooner the better in essence to get those supplies out and 23 communicated and coordinated with our staff here will be 24 beneficial.

25

MR. MINNICK: I can add or reiterate a couple

1 things real quick.

2 Charlene, you mentioned the pre-application 3 meetings. We do have these. We recommend them guite a 4 They're free. Essentially, an applicant could come bit. 5 in with a concept and we would go out and request different 6 departments to come and sit and listen to the applicant in 7 one shock. And then from there, the applicant could modify 8 their project or move forward with submitting their actual 9 application. 10 So, it's a free service the county provides and 11 we utilize it very well. I strongly recommend. 12 The other thing I would like to reiterate is what 13 Susanne said, which is that a complete project that doesn't 14 have a lot of modifications will get you through the CEQA 15 process the fastest. 16 Projects that are kind of vague, written on a 17 notebook, thinking that they kind of want to have fluidity 18 to it, always costs more time and money. So, we recommend 19 that you really think through your project before you 20 submit it. 21 MS. WARDLOW: Thank you. Susanne, do you have 22 anything you want to add to that? 23 MS. HEIM: Also, that from my perspective, 24 working with the agencies, things like the application 25 meeting and regular communication throughout the process

1 during early planning always leads to faster approval, just 2 because you have a mutual understanding of what's happening 3 and having that combined understanding of the project and 4 the process, it's helpful for both parties.

5 MS. WARDLOW: Yeah, sometimes too the engineers 6 on your own team, you have to tell them that once the 7 application is submitted and deemed complete, they don't 8 get to tweak it. They're always trying to make it perfect. 9 It was like, no, no, not a must.

So, I think that closes out the panel. And so, Elisabeth, I believe we'll turn it over for Q&A from the commissioners.

13 COMMISSIONER SCOTT: Excuse me. This is a 14 Manfred Scott and I had a question. And my question is for 15 Susanne Heim.

For the environmental studies for the cultural and tribal cultural resource surveys and assessment, is there going to be a consultation letter given out to tribes so they can have their input into it being that there's a AB52 and then a section 106 consultation of the NHPA, or the Natural Historic Preservation Act.

22 So, since this is federal state and county, so is 23 there going to be consultation letters given out to tribes 24 for their input or consultation?

25 MS. HEIM: So, I think I can start, or Elisabeth

1 are you answering? Sorry.

25

2 MS. DE JONG: Oh, no, no. Go ahead. 3 MS. HEIM: So, there is consultation involvement 4 on AB52 or section 106, depending on which agency is 5 leading the permitting.

6 The developer can do their own informal outreach 7 to tribes as well in advance, but the formal consultation 8 will be led by the people lead agency, whether that be the 9 CEC or the county under AB52.

10 And then for section 106, the federal lead agency 11 is responsible for people being the tribes. So, those 12 processes will be conducted for each project.

13 COMMISSIONER SCOTT: Okay. Yeah, because early 14 like you see in environmental studies, they do like to be 15 informed a lot earlier than when everything is starting to 16 ... the project starts to move on and then they get informed 17 really late and they want to try to be informed ahead of 18 time, so that they can have their input. So that was just 19 the only comment that I had.

20 And that said, I have another meeting to go to,21 so I'm going to have to sign out.

22 CHAIR PAZ: Thank you Scott, for your question 23 and for joining us today. We'll see you at the next 24 meeting.

And before we continue with Q&A, maybe we take a

five-minute break and then we'll come back and take
 questions from the Lithium Valley commissioners.

3 So, we'll be back at, what would that be? 3:27,
4 something like that. Let's say 3:30. Okay. We'll be back
5 at 3:30.

[Break 01:53:12 to 02:00:37]

7 CHAIR PAZ: Welcome back everyone. We will 8 resume our meeting by opening the floor for any questions 9 from the Lithium Valley commissioners. So, if at this 10 point anybody has ask questions for our panelist, you can 11 use the raise hand signal, and then I will call on you.

12 Steve Castaneda?

13 COMMISSIONER CASTANEDA: Yeah. Thank you, Madam 14 Chair. I appreciate that and I am the new person on the 15 block here. And so, I'm at three, I think it's my third 16 meeting. And so, if this is something that's been talked 17 about previously, I apologize for kind of rehashing that.

But it seems to me right now that there is, at least from this discussion -- and thank you very much to the panelists. Obviously, there are environmental and regulatory processes that are activated once somebody comes in the front door and wants to build a geothermal plant. Obviously, the extraction element of these plants adds a new dimension.

25

6

And so, I guess for me to kind of understand our

1 role, what is expected to us at the end of this process, as
2 well as what is actually going to happen out along the
3 shores of the Salton Sea - has there been a has there been
4 any kind of calculations done on what could be supported in
5 terms of new plants that would in fact be equipped with
6 extraction capabilities?

7 Where kind of they would be located, what the 8 footprint of those facilities would be. And just, you 9 know, again, I have a planning background in physical 10 residential commercial and industrial type development. 11 And so, typically these things are done with a general 12 plan. You kind of have an understanding what is capable 13 and it's very visual.

So, I know that we're at the very front-end of all of this, but I'm just trying to understand; is that sort of work been done yet, or at least have we been exposed to those concepts and what that possibly could be going forward?

MS. WARDLOW: So, I'll start it off and then let someone.

So, Jim Minnick spoke to the geothermal overlay
zone for the Salton Sea KGRA.

23 COMMISSIONER CASTANEDA: Right.

24 MS. WARDLOW: So, the land is zoned for 25 geothermal, which includes mineral.

So, traditionally what's happened is the companies will have, we call a land, man land person, whatever -- will go out and acquire the leases for the mineral and the surface. And so, that's the first part, I guess it wouldn't be that much different from a housing developer going out and acquiring land, but this includes the mineral.

8 And so, it's really incumbent upon the company. 9 You know, the geologists usually will come to the land 10 department and say we're interested in this acreage to 11 develop this type of project. And then they'll go to 12 whoever the landowner happens to be, whether it's IID or a 13 farmer.

14 If it's BLM, the BLM has actual, a leasing 15 process that they have to go through. So, it's really 16 incumbent upon the developer to figure out from their 17 geology staff, where they want to do a project.

18 COMMISSIONER CASTANEDA: Okay. Okay, well, thank 19 you, Charlene. And you're right. That is very similar. 20 So, I guess the question is, this is probably where I'm not 21 completely sure because I haven't really worked in this 22 kind of field before, but I mean, do we know what the 23 capacity is?

I mean, we know where the overlay is. We know how many acres. I mean, do we have a feel as to what in

1 terms of what terms of generation can be supported on the 2 land? To what extent can the extraction be supported? 3 So, I quess that would be my question. We know that there's leases and there's lands and there's 4 5 processes, but at what point do we say the 50th person, 6 okay, come on in, the 51st person ... we're starting to run 7 to saturation here, or what's under the ground may not 8 support what's being extracted. 9 So, it's an oversimplification, but I'm just 10 still trying to understand the lay of the land. 11 MS. WARDLOW: Well, I'll give you a brief of what 12 I've seen. So, when I showed you that picture of that one 13 well that could produce 50 megawatts. 14 COMMISSIONER CASTANEDA: Right. 15 MS. WARDLOW: Okay. But Jim Minnick happened to 16 mention a company called GeoGenCo that is looking at a 17 different technology to extract the heat only from wells 18 that were uneconomical. 19 So, a developer rule, if they just say, well, 20 we're going to do a 49.9 net plant, we know we need this much resource. We need this many gallons of water or steam 21 22 to run the power plant; the fewer wells, the better. 23 But to be honest, it's not uncommon to believe 24 you've got the fractures and I mean, that's why the 25 geophysics and everything is so critical. But really until

1 you drill the well, you don't honestly know exactly what 2 you have.

And I mean, Jonathan's been in this industry longer than me. He may have some other input into that, but you always hope you can drill fewer wells. A well in Salton Sea costs 15 to 20 million per well.

7 You hope that ... fewer is better because it 8 impacts the economics of the project as does the Power 9 Purchase Agreement. And so, the lithium is of course a 10 different piece in terms of what that adds to the economics 11 of a project, but the fewer the wells, the better in terms 12 of the economics of the project overall.

13 COMMISSIONER CASTANEDA: Okay. So, you're 14 answering it. So, I was just kind of interested and I did 15 see all the graphics and I kind of understand a lot of 16 that. But exploration is we really going to dictate what 17 exactly is capable there and what's feasible of course.

And I think our role to a certain extent, at least from what I've been told, and what I've read is that ours is to understand the environmental consequences that may come from a lot of that exploration and development as well.

MS. WARDLOW: Right. So, you go in and you
develop, you permit an exploration project and you go in
and drill the specific acreage that you have.

But I'll just say from my experience, we would try and permit what we envision to be the well field for the life of the project so that it could be analyzed basically from cradle to grave for the entire project, because CEQA does take a long time.

6 So, if like, let's just say we had permitted six 7 wells, and then we find out we need one more, well, then 8 we've got to go to CEQA for of that well, whereas if you 9 covered it from the beginning for the project, and we know 10 the complete layout for just say, you know, 50 acres, a 11 hundred acres, whatever it is; then you can analyze the 12 project at total from the beginning.

13 COMMISSIONER CASTANEDA: Okay. Thank you,14 Charlene.

15 MS. WARDLOW: Thank you.

16 MR. MARTINEZ: Charlene, the big picture in the 17 cities have been conducted in the area there's a potential 18 of over 2000 megawatts developable geothermal.

19 Some of those fields are still underwater at this 20 point, they're below the surface because they're below the 21 Salton Sea.

And this is one of those issues of the potential versus development, real development is going to take time to kind of get to those fields where conceivably the most, the richest source of geothermal may be available to mine

1 or to explore.

2 At this point, you know, drilling under water is 3 going to be not only expensive, but also maybe more difficult to do because of the environmental issues. 4 But 5 that's kind of the big picture is about 2000 megawatts of 6 new renewable energy that can be tapped in this resource. 7 COMMISSIONER CASTANEDA: Okav. 8 MS. WARDLOW: And I think the technology affects 9 So, back in the 80s, when the development first that. 10 started down there, the binary technology didn't exist. 11 And so, I mean, there's geothermal resources as shallow as 12 several hundred feet, but they're very low temperature. 13 And so, as the technology continues to improve on 14 the viability of generating with lower temperatures or the 15 drilling technology improves to drill deeper or geophysical 16 techniques continue to improve. 17 So, I think just even in terms of the geophysical 18 techniques that have become available in the last 20 years, 19 that are giving us much better capability in seeing what's 20 under the ground, especially looking for fracture networks. 21 All of that helps to improve viability of all the

projects, but potentially increase the opportunities to use. So, the Salton Sea, if they're using a 600-degree resource, I don't know that that 2000 megawatts includes for example 300 degree F resources, because that wasn't

1 traditionally what was considered viable.

2 COMMISSIONER CASTANEDA: Right. Okay. Yeah, I 3 guess that that's kind of the issue and what I've been 4 exposed to is there's so many technologies. I come from 5 the water world and so Mr. Martinez, I mean, look at 6 desalination.

7 You know, 20 years ago it was a goal that was way 8 too expensive and completely infeasible. But today, the RO 9 technology and everything else has gotten so much more 10 advanced, it's more feasible. It's smaller footprints and 11 less basically discharge.

So, I guess we've heard a little bit about these technologies, but this is a book that keeps playing out, I guess. So, I appreciate your response.

15 CHAIR PAZ: Thank you. Rod, I see your hand up 16 and after you, Jonathan. So, I don't know if maybe you 17 have something to add to the previous question, or you may 18 have a question of your own. Rod?

19 COMMISSIONER COLWELL: Yeah. Hi Steve, I could 20 probably weigh in and Jonathan would probably do the same. 21 But as an inferred resource, the geothermal brine body 22 field is about approximately 15 million tons in solution, 23 not in the rock, if that makes sense.

24 So, I mean, in a resource capacity on an annual 25 basis, up to 600,000 metric tons per year. So, it's an

1 enormous if you think about global demand being 2.4 to 2.5
2 million tons by 2028, Salton Sea certainly has the
3 capability of producing pretty serious percentage of global
4 markets.

And that matches perfectly the way the geothermal ... Charlene mentioned earlier there, but now, arguably or further two gigawatts of development potential, arguably up to another ... could be another up to two and a half to three.

10 So, it's a big, big body. It's about 220,000 11 acres of total brine body, but it's concentrated with the 12 Salton Sea field, is 4.3 kilometers thick. So, it sort of 13 concentrates into that approximate 30,000 acre of the 14 Salton Sea field is where it's permeable, where the brine 15 is accessible and where it's very, very ... the shallow 16 crust. And you need heat permeability to get both.

So, I hope that helps with your question and I'msure Jonathan can weigh in on that.

19 CHAIR PAZ: Thank you Rod. Jonathan?

20 COMMISSIONER COLWELL: Thank you.

25

21 COMMISSIONER WEISGALL: Oh, just a couple of more 22 points to add. I mean, I think I mean, Henry, you nailed 23 the key point, which is the size of that reservoir of about 24 another 2,000 megawatts.

Steve, let me just give you the perspective from

1 one developer, from CalEnergy, Berkshire Hathaway Energy.

2 Our first goal is to develop lithium recovery 3 from our existing 10 geothermal plants. Not to do anything 4 new. That's about 345 megawatts, and these are plants that 5 are as much as 35 years old.

6 So, we've been running the geothermal plants for 7 a long time, and we've been processing that 50,000 gallons 8 a minute a brine for 35 years.

9 We just have not seen the market for the lithium 10 recovery from that brine until recently. If we're 11 successful just with our existing plants, we could see 12 recovery of about 90,000 metric tons and that's a world 13 market today of 300,000. So, again, very big number.

Now, Rod is also correct though, because every analyst will tell you that that demand for lithium will increase at least five or tenfold by the end of the decade. From our company's perspective, we could look at doubling our capacity at least. So, that would mean going from 345 megawatts of geothermal power up to close to 700 and doubling that 90,000 tons.

What are the limitations? Well, one of the limitations is you need a Power Purchase Agreement for your geothermal power. And Charlene also made a very important point. It's a tough industry, as she said. You can spend 15 million on an exploratory well and lose your shirt.

We, as a company, have spent over 34 billion
 developing wind and solar. And I will tell you, it is a
 heck of a lot easier and a lot less risky to build a solar
 farm or a wind farm.

5 You know, for a wind farm, you measure the wind 6 already. You've got that information and the solar 7 information you've got, we can build those facilities with 8 a much higher degree of certainty on cost and much less 9 risk.

10 Geothermal is definitely tricky. But those are 11 the basic parameters, but I will tell you, it will be a 12 major challenge just to get that lithium developed from our 13 existing plants. But if the market conditions are there, 14 both for lithium and for the purchase of geothermal power, 15 I've given you a rough idea of where we think we could go 16 and that's well within the capacity of that reservoir as 17 Henry pointed out.

18 COMMISSIONER CASTANEDA: Great. Thank you.19 Thank you, Jonathan.

20 CHAIR PAZ: I don't see any other hands up but I21 do have a question.

So, in one of the things that we are tasked with doing is to explore the actions that will support the further development of geothermal power. And I think this can be seen in maybe two different ways. One, new power

plants, and I think the actions from the CPUC is one great
 ways in which we can further geothermal development.

But the other way, perhaps is seeing whether, and maybe to Jonathan's comments, whether the existing geothermal plants are at capacity. Are there ways in which they can increase the capacity or the power that they're generating? I'm not sure.

8 So, my question is what actions are needed 9 besides the announcement by the CPUC -- what else is going 10 to help us maybe get closer to the potential 2000 megawatts 11 that Henry mentioned? What's going to help us secure those 12 Power Purchase Agreements? What's going to help us increase 13 the transmission lines that are needed?

14 Those are just a few, I mean, questions all in
15 one, but anyone who has answers.

16 MR. MARTINEZ: Well, if I can maybe take a stab17 at it, Commissioner Paz.

18 So, I think you brought up two -- and Jonathan 19 had as well, the PPAs definitely help become the economic 20 investment, justified economic investment to invest in 21 either a new power plant or a repowered power plant, 22 because in essence, that secures that capital, the cash 23 flow that you need to pay for the loans or whatever 24 investments the developer needs undertake financially. 25 That also coupled with the aspect of really

1 taking a look at the mechanisms in the ways physically that 2 energy will make it to the recipient of the PPA, is going 3 to be a key aspect from my perspective.

And this is where I think the nexus comes together between us as an energy provider and transmission source of provider to the developer that will connect to the CAISO. And then therefore, the CAISO then takes that energy and delivers it to the ultimate power purchase counterparty.

10 And that's one of the links that we were trying 11 to figure out how to streamline that effort, because there 12 are two protocols that have basically taken place in 13 conjunction, but it all comes together basically, so how to 14 get that energy to the PPA buyer.

We can, again, build our system connected directly to the CAISO investment transmission. But then ultimately, the CAISO has a responsibility to deliver that power to the buyer.

And this is where we're going to have to really integrate the queue process of developers that may have already committed or been granted capacity on existing transmission lines.

And I'll give you a good example. We had a discussion the other day about Path 42, very popular nodal point for injection into the CAISO system. But that power

needs to flow basically from Path 42 in the Coachella
 Valley due west into the LA basin.

And even though there have been upgrades provided on that particular path heading to LA, in many cases, that capacity may have already been spoken for because there were other early movers of solar and other systems of biomass that may have taken off capacity already.

8 So, the question arises, if you now want to 9 inject additional capacity to that path, how do you 10 accommodate when the capacity's already been allocated, 11 excess capacity been allocated for previous developers.

12 Similar ratio occurs in the Southern part of our 13 system where we can inject the power into the CAISO system 14 of Imperial Valley substation. But then again, you got the 15 same issue of moving that power into the load area, which 16 is the LA area, Southern Orange County Los Angeles area.

17 And again, you got an issue with constraints in 18 being able to move that power into the area because of 19 transmission congestion. And then the CAISO needs to come 20 up with solutions to basically accommodate that flow of 21 energy into the system.

22 So, you got two issues. One is the injection 23 point. The other one is the aspect of actually creating 24 capacity for these new thousand megawatts of geothermal 25 that can be injected in there.

And so, we as IID, we're working closely with the CAISO to figure out how do we fix that puzzle because it is a transmission issue and it is also a work mandated queue that basically establishes transmission mine priorities.

5 We got little too long-winded on this issue, but 6 it is a little complicated in regards to figuring out the 7 pieces that are going to facilitate the thousand megawatts 8 of new capacity.

9 And in turn, as Jonathan early clearly stated, 10 the PPAs for them is going to be crucial. They have to 11 sign up customers and be able to secure a Power Purchase 12 Agreement to be able to move forward with the investments 13 that they need to make this a reality.

14 So, I'll stop there.

15 CHAIR PAZ: Thank you Henry. I think it's really 16 important that we understand all of those issues as we're 17 moving forward to trying to be able to deliver on more 18 geothermal and lithium if possible.

19 MR. MARTINEZ: Yes.

20 CHAIR PAZ: Luis Olmedo.

COMMISSIONER OLMEDO: Yeah. Hi. Thank you,
 madam Chair.

Just out of curiosity, I know Jonathan,
Commissioner Weisgall, you mentioned that Berkshire and the
expenses that goes into building new geothermals. And I'm

1 just curious how many geothermals has Berkshire built in 2 Imperial County?

3 COMMISSIONER WEISGALL: 10. 10 geothermal
4 plants.

5 COMMISSIONER OLMEDO: It built them from the 6 ground up?

COMMISSIONER WEISGALL: No. Oh boy, this goes
back to the 1980s. The Magma Power was the original
company that had some plants there already. Others were
built under PURPA, the Public Utility Regulatory Policy Act
of 1978.

12 CalEnergy came into being around 1988, 89, give
13 or take, and did purchase those Magma Power facilities.
14 So, not all of the 10 have been built by CalEnergy.

15 COMMISSIONER OLMEDO: So, how many were built by 16 CalEnergy?

17 COMMISSIONER WEISGALL: Oh, I'd have to go down
18 the list. I could get that for you at the next meeting.
19 COMMISSIONER OLMEDO: Okay. Thank you

20 commissioner.

21 COMMISSIONER WEISGALL: Sure, sure.

22 CHAIR PAZ: Any other questions?

Okay. Well, I, again, want to thank Charlene and
Jim, Henry, Susanne for the information today as well as
our commissioners who worked with the CEC on preparing for

the workshop. I think it was Ryan Kelley and Luis Olmedo.
 So, thank you. And we will close this section.

3 COMMISSIONER WEISGALL: Sorry, one quick point.4 One quick point.

5 Following up Henry gave a good description of the 6 IID transmission process. Just a suggestion for us as a 7 commission; it might be useful at a meeting to hear from 8 CAISO on their challenges and where they can see geothermal 9 fitting into their expansion plan, their reliability plans 10 and the like.

Because the CPUC order, it's a mandate now. It is ordering that procurement. So, the question, it's one thing and Henry articulated this quite well, it's one thing for a geothermal developer to get the power out of across the Salton Sea, either east, west, north, or south within the IID territory. But then what are the challenges of interconnecting to CAISO?

18 So that may be one more piece of the puzzle we 19 might want to think about for a future presentation. It 20 can get pretty technical as you saw, but it still might be 21 useful.

22 CHAIR PAZ: Thank you Jonathan. And Commissioner 23 Aceves has already also reached out to myself and 24 Elisabeth, so that maybe we can plan a workshop, an 25 understanding more of the infrastructure issues that come

1 along with the CPUC order and the opportunity.

So, I think this is something that we can
continue working on and seeing how we can bring it to the
commission. Thank you.

5 Are there any other ... I think Ryan Kelley has 6 something.

7 COMMISSIONER KELLEY: So, thank you. So, you 8 touched on it. I'm very interested in ... I know we've asked 9 about the utility commission would give presentation, and I 10 know that we defer to see if Commissioner Aceves was going 11 to be able to brief us on it.

But I'd still like to see that added in addition to what Jonathan's request is, so that we can hear the interpretation of staff and how the IRP is moving forward.

15 CHAIR PAZ: Thank you Ryan. Okay, we will now 16 open to public comments.

MS. DE JONG: Alright. Thank you, Chair Paz. If you're joining us by Zoom on your computer, please use the raise hand feature. And if you've called in, please dial *9 to raise your hand and then *6 to unmute your phone line.

We'll start by calling on folks with the raised hands and move to the phone, and then the written comment. So, the first commenter George Kenline, you should be able to unmute yourself.

Aright. I'm going to try to come back to you,
 George. I did see that that comment was submitted in
 writing as well. So, we might read that if we can't get
 you.

5 John Hernandez, you should be able to unmute 6 yourself. Okay, hoping for a hit on this one; Vijay Dhar 7 you should be able to unmute yourself.

8 MR. DHAR: Yeah, can you hear me?9 MS. DE JONG: Yes.

10 MR.DHAR: Yeah, I have two questions, actually.
11 One is for Susanne and this is about the previous meetings,
12 there have been a lot of comments about permitting process
13 being complex and different and so on.

And I was actually wondering whether ... we didn't talk too much about streamlining and how that process is changing or has changed, or is going to change to address some of the concerns that were kind of raised by Rod and others in the earlier meetings. I wanted to kind of know whether some traction has been gained on that front.

20 So, that was my first question. But again, I can 21 wait for that answer first and then articulate my second 22 one.

23 MS. DE JONG: Okay. So, Susanne, if you wanted 24 to go ahead and jump in if you have a response at this 25 time?

1 MS. HEIM: Well, I'll just say that the 2 presentation I gave reflects the current policies in place 3 and the current permitting process that's required, which 4 Charlene has shown takes about five years to get through. 5 So, there are opportunities out there for 6 reducing the amount of time that it takes and there is 7 history of doing things like categorical exemptions for 8 certain types of projects or doing other types of ... such as 9 like the CEC process that is actually a streamlined process 10 for all of the permits obtained in one. 11 So, there may be opportunities to do something 12 similar. But that's not the current process that is in 13 place. 14 MR. DHAR: Okay, thank you. So, can I go ahead 15 and ask the second question? 16 Actually, it's not question, it's actually a 17 comment I want to make. And this is regarding ... I've got 18 to also submit this in written form. 19 There is a potential for geothermal energy or 20 heating and cooling for housing in the communities for the area where geothermal potential is high, like Lithium 21 22 Valley. 23 So, I understand that in Austin, Texas, they have 24 utilized this for some housing master plans, where they

have achieved fantastic energy efficiency according to the

25

1 latest standard for energy efficiency.

The existing homes have energy efficiency of 140 and new home has efficiency of hundred. And the EcoSmart minimum target is 25, whereas these geothermal communities or master plan communities in Austin area have actually demonstrated an index of seven, which is fantastic.

7 So, there may be an opportunity to kind of 8 integrate that housing development as a spill over economy 9 opportunity for the area and also give a great communities 10 because housing is a problem.

In fact, there is a Justice40 Initiative that probably all of you probably know about that the administration has recently announced where 40% of the funds allocated for climate action must go to uplifting disadvantage communities.

So, this may be a great opportunity to not only demonstrate high efficiency housing, but also create opportunity for economy, still our economy.

So, I'm going to submit this and I have a video link, which actually explains this in more detail which is actually only a couple of months old. And so, that could be something that could be considered, I think.

23 MS. DE JONG: Charlene raised her hand, maybe you24 got a response.

25

MS. WARDLOW: Yeah, I'm guessing that the city of

Austin is doing a ground source heat pump. And so, ground source heat pump, you actually don't need a liquid. You don't need a resource, you're basically exchanging heat, but you need an equal heating and cooling load to accommodate that.

6 So, you take heat out of the ground in the winter 7 and you put heat back in the ground in the summer. But 8 based on what Henry Martinez's show Imperial County, where 9 it's 115 degrees commonly in August, I don't think that 10 their cooling load would accommodate the heating load.

I'll say Mammoth Lakes, California has a similar opposite problem in that they have very little cooling needed, but they have a high heat load. And so, you have to be able to balance what you take out with what you put in.

So, I'm guessing Austin's looking at ground source heat pump technology, not actual use of a geothermal resource, liquid resource.

MR. DHAR: Yeah. I think there are details in that link that I'm actually submitting just now. So, you could probably see more technical details in that. Austin probably is also having the heat load problem, I guess. Okay. Thank you.

MS. DE JONG: Thanks. Thank you. Alright. Ihave a hand raise from Nikola Lakic.

MR. LAKIC: Hello. Hello everyone again. Can 2 you hear me? Hello?

3 MS. DE JONG: Yeah. 4 MR. LAKIC: Great. 5 MS. DE JONG: Yes. 6 MR. LAKIC: Very interesting. Very interesting. 7 Thank you for the opportunity to say a few words again. 8 Charlene said, she explained pretty much 9 conventional geothermal systems, and we have enhanced 10 geothermal system also, where you have to put water at 11 least one kilometer cube. That's the problem. That's 12 existing technology.

My approach is completely different. It's time after a hundred years to change something. Comparison, what I'm proposing and conventional system is like pretty much what we had 15 years ago. I call it TV system. Now we have digital before was ... system that with antenna, I just call it ... I forgot. I just cannot get it right now.

So, the system is like 15 years ago, we had to go to the digital TV. It's a big, big change, but needs few years to adjust to that.

And with my proposal, we are in same situation. I'm trying to help you, the system experts on the system, especially here, local. I am from this area. But ignoring it, it's really mindboggling.

1 So, I just want to reinstate everything that was 2 said. It's really neat, my input, and I'm very pleased 3 that this was taped and one day, you might see this again, 4 that my struggle to get your attention to let me speak 5 about 40 minutes. So, I guarantee you would learn a lot. 6 Thank you.

MS. DE JONG: Thank you. I'm going to go ahead and loop back, see if I can get a response from George. Do you want to unmute yourself?

10 Okay, so at this point, I will go ahead and turn 11 to you some written comments that we received in the Q&A. 12 So, the first one from George Ken, will the 13 lithium recovery plant be subject to the Surface and 14 Reclamation Act of 1975, SMARA? If there's any responses. 15 MS. WARDLOW: Well, department of mine 16 reclamation happens to be within Department of 17 Conservation. And so, they brought this up. Of the 50,000 18 gallons a minute that are circulated at CalEnergy alone, 19 the lithium concentration is, like I said, it's very small, 20 and they already remove silica.

So, I don't know that that's been answered yet. I mean, they're not disturbing -- CalEnergy at least, is not disturbing additional land to develop and it's not a mining project. They're just removing particles from the brine. So, I guess that's what I've seen so far. I don't

1 personally see how it would be applicable to SMARA, but I
2 think it continues to be reviewed.

3 MS. DE JONG: Thank you. And I think Jonathan 4 Weisgall-

5 COMMISSIONER WEISGALL: Just to augment that I 6 totally agree with Charlene and just for reference sake, 7 the concentration of lithium, it varies a little bit as you 8 go from north to south in the resource. But on average, 9 it's about you're looking at 250 parts per million.

10 So, you're processing that 50,000 gallons a 11 minute. And I mean, I could do the math, but I mean, 12 you're taking out a couple of teaspoonfuls, something like 13 that. So, it's absolutely minimal. And of course, the 14 rest is making its way back into the reservoir.

MS. DE JONG: Thank you. The next written comments are from Victor Beas.

17 So, the increase of geothermal wells means more 18 extraction of materials. How is the gap between the 19 extracted and re-injected materials? Could this gap 20 contribute seismic activity due to empty spaces left? What 21 is the function of lithium on our planet, that being 22 thermal regulator polarity in gravitational, and do this 23 function could be affected?

24 Sorry, if I misunderstood some of that. A second 25 part of this question is on the economic side, how Nevada

1 plans to expand their lithium production can impact in 2 California. Afghanistan has one of the biggest lithium 3 reserves and China is interested in it. Could that impact local production due to the cheaper production than the US? 4 5 MS. WARDLOW: So, I'll respond to the first part. 6 I won't be able to respond to the last part, the economic 7 and about Afghanistan. So, can you go up on that chat so I 8 can see the first part again?

9 So, there won't be additional Wells required to 10 add the lithium to the geothermal power plant. So, there's 11 no additional there.

And all of the projects in Imperial County require subsidence and seismic monitoring programs. They also require that a percentage of the brine, I think it's 80% be re-injected and that's for a couple of reasons; for subsidence and to maintain the sustainability of the resource. So, I hope that answers this question.

18 MS. DE JONG: And I see Commissioner Weisgall19 also raised a hand.

20 COMMISSIONER WEISGALL: Yeah, let me take a crack 21 at the second question. This kind of really an important 22 point for the commission. There is a lot of lithium in the 23 world. There's a huge amount.

24 Bolivia, I think has the most, over 20 million 25 tons. It's not very accessible. It's not commercially

1 viable to recover it.

24

2 And Argentina, a huge amount and Chile, 3 obviously. China does have a lot, not quite as much --4 upwards of I think, four and a half million. Afghanistan 5 does have a lot of that valuable minerals. So, I quess 6 lesson number one here is there's a lot of lithium in the 7 world.

8 So, the challenge is how do you recover it in a 9 commercially viable and environmentally responsible way? 10 We certainly know that in Argentina and Chile, 11 it's being recovered in a very economically viable way. I 12 think the environmental degradation wouldn't get to first 13 base in California, same with the open-pit mining in 14 Australia. So, this has got to be done the right way. 15 Another part of that question does relate to 16 what's going on in the US. Again, the Salton Sea, this is 17 not the only place. There is a rush to develop lithium. 18 There are efforts underway in Arkansas to recover 19 lithium from bromine brine supplies. There's an effort in 20 North Carolina, and as the questioner says, there's also an 21 effort underway in Nevada at Thacker Pass. 22 All I can say about that is it is subject. It is 23 certainly, it's an environmentally controversial project

right now. I believe there's the impact. It's not just on the Sagebrush, it, I believe impinges on some native 25

American sacred lands. I'm not an expert, but you can
 easily come up with the articles on Thacker Pass and the
 attempts to develop lithium in Nevada.

4 I guess I would like to say on behalf of the 5 California lithium industry, that it puts us in a pretty 6 good light, because as you've heard, whether it was from 7 Jim Minnick on the reporting side or Charlene, the 8 environmental impact of taking out that lithium from the 9 geothermal brine that's already being processed in the 10 plants, is really going to be having a minimal 11 environmental impact -- not zero, but minimal and compared 12 to other places around the world significantly less.

So, I don't think ... I mean, on the economy on the economic side, you've got to make the case at each country and in each production methodology.

And the challenge being faced now with the Salton And the challenge being faced now with the Salton Sea at the beginning of this process is can the lithium producers here get that work done in an economically viable, commercially viable way and an environmentally responsible one? That's the two-part challenge.

MS. DE JONG: Thank you. And the final written question or comment here is from Charlie Chesney, saying that they are a graduate student researcher from UC Santa Cruz, working on the water importation feasibility analysis for the Salton Sea management program.

And their questions are, is there a map of
 proposed geothermal lithium facility sites on playa or
 areas currently under the sea?

Are there any cost-sharing opportunities that could be developed as a result of public/private partnerships with lithium extraction companies, and how much water is needed in the lithium refinement process?

8 They're happy to have this conversation offline 9 as well. So, if any commissioners would like to respond 10 offline, I can put you in touch via email.

MS. WARDLOW: And I'll just ask if anybody on the panel wants to respond, or even one of the other commissioners to that.

MR. MARTINEZ: This is Henry Martinez here. I think the only comment I can make at this point, is there is a map of the geothermal areas that are on a playa under water in the Salton Sea. I'm not aware unless the developers have placed locations where the lithium or geothermal facilities will be located.

I think this is still very speculative at this point. And I think somebody mentioned before is really where the wells can be ... where the correct temperature brine can be found and ultimately where can it be located in relationship to where the resources are located. Charlene, you indicated before, the wells can be

drilled, but not necessarily going to hit the 700-degree
 brine at all times. You're going to find, in some cases,
 you would drill wells that will produce very, very low
 temperature. They're not feasible for development.

5 So, I think this is going to be the challenge for 6 a lot of the developers, is finding the sweet spot that 7 makes sense and then co-locating or locating those 8 facilities where it makes sense for the economic 9 development of geothermal as well.

10 So, a long answer to your answer, but I'm not 11 aware of any specific maps that may exist, where these 12 locations, these facilities will be located, and it's going 13 to be a process of developing and exploring, and the geo-14 tech individuals are going to be looking at these areas 15 will probably be the ones will be selecting for sites, and 16 then ultimately, where these facilities will be built.

MS. DE JONG: And sorry, Commissioner Weisgall?
COMMISSIONER WEISGALL: Let me take a stab at
Charley Chesney's second and third questions.

Are there any cost-sharing opportunities? Yes, there have been. And I'm really pleased to say that from the Berkshire Hathaway Energy, CalEnergy perspective, the public private partnership has been absolutely terrific.

24 We, four years ago, put out an RFP, a request for 25 proposals for a brine supply agreement, who wants to make

1 lithium out of their brine.

And we had major mining companies and major electric vehicle manufacturers come in and say, wow, a domestic reliable source of lithium would be terrific. If you can show this is commercially viable, we're in. Well, that's when we realized that we needed government R&D funding.

8 So, we went to both the California Energy 9 Commission and the US Department of Energy. We've had two 10 grants. I've summarized them before. But I mean, basically 11 a \$6 million grant from the Energy Commission to show that 12 we can recover the lithium from the brine, and a \$14.9 13 million grant from the US Department of Energy to 14 demonstrate that we can convert the lithium in the form of 15 lithium chloride into lithium hydroxide.

Those two grants, 6 plus 14.9, \$21.9 million matched by \$21.9 million and on the private sector side by our company. So, that's a good example of the public/private partnership and of how public funds can be leveraged to de-risk new areas, because the fact of the matter is, no one has yet proven the commercial viability of recovering lithium from geothermal brine.

On your third question, Charlie, well, just a
couple of metrics. In South America, upwards of 500,000
gallons is needed to produce one ton of lithium.

Speaking for our company, our target is 90%, at least less than that. And we're hoping we're actually doing some more R&D in that very field, because that's a critical point -- how can we use even less water?

5 But we're targeting a minimum of 90% less water. 6 What does that amount to exactly? Henry, we've had this 7 discussion, and I want to say, I will throw out a number 8 here, but give me the privilege of refining that at the 9 next meeting, if I'm wrong. But a ballpark, maybe of 15,000 10 acre feet a year for our existing facilities. But let me 11 check into that, but I hope that answers two of your 12 questions.

MS. DE JONG: Thank you. And as the comment says, any other lithium value commissioners would like to respond, please contact me and I will help put you in touch with Charlie.

17 The final comment here to circle back to, is from 18 Nikola Lakic just to round out the comment with that. The 19 word you were struggling to find in the earlier comment was 20 the word analog, explaining the similarity in the situation 21 of 10 to 15 years ago, about switching from analog system 22 to digital system in the TV industry.

That concludes the public comment period
regarding the geothermal workshop. So, thank you.
Now, yep. Go ahead. Sorry, the next agenda

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1 item. Thanks.

2 CHAIR PAZ: Thank you. So, as you can see, we've 3 been planning ahead of time the topics and I think it's 4 been working quite well that the CEC staff and the 5 commissioners have ample time to meet and plan for this 6 workshop. So, the earlier that we know what's coming next, 7 it allows us more time to plan.

8 Today, we want to go ahead and schedule the topic 9 for January. I don't know if there are any volunteers from 10 the commission. The ones that still remain to be scheduled 11 are benefits for two geothermal plants, overcoming 12 challenges to lithium extraction, workforce development and 13 legislative regulatory recommendation. Do we have any 14 volunteers?

COMMISSIONER CASTANEDA: Well, so I believe that 15 16 I was put on the Workforce Development Subcommittee, so I 17 will take January and try to work with staff and then 18 obviously the other commissioners and some folks that I 19 know they're in that space to kind of arrive at a workshop. 20 And you're looking for something similar as the format that 21 we had today, right? Okay. Yeah. So, put me down. I 22 think I can pull it off.

23 CHAIR PAZ: Okay. Thank you. So, we will be for 24 January then unless anybody has any other comments, we'll 25 move forward to schedule the workforce development

1 workshop.

2 MS. DE JONG: We do have a raised hand from 3 commissioner Weisgall.

4 CHAIR PAZ: Yes, Jonathan?

5 COMMISSIONER WEISGALL: Hey, Steve, I'd be 6 delighted to work with you on that. In fact, I joined a 7 little bit late to our meeting today. I was even talking 8 to my own team about workforce development.

9 You heard me talk earlier about possibly doubling 10 our geothermal output. Well, that's doubling that 11 workforce and that doesn't even count lithium development, 12 which is different.

13 I mean, you've got a lot of chemistry involved, 14 not just technicians, electricians, and the like, and we 15 are working and Commissioner Kelley has been very involved 16 in this as well, putting together local resources at 17 Imperial, both at the county level in government, in terms 18 of workforce development, as well as the educational 19 institutions ranging from Imperial valley College to UCSD, 20 to San Diego State University, et cetera, working on STEM 21 curricula and the like.

22 So, it's really, it's workforce development plus 23 education. But I'd be delighted to work with you on that 24 as well. And I think maybe we might invite some Imperial 25 County officials. Well, we can talk about it, but I think

1 it's a good topic and I'd be pleased to work with you on 2 it.

3 COMMISSIONER CASTANEDA: Thank you Jonathan. And 4 I really appreciate that. And what I'll do is I'll pull 5 your email off of one of the group emails and I'll send you 6 an invitation, maybe we can have a phone call. Thanks. 7 COMMISSIONER WEISGALL: Great. Sounds good. 8 CHAIR PAZ: Thank you. So, next topic I think is 9 public comments. 10 MS. DE JONG: Yeah. Sorry, so we'll go ahead and 11 move on to the public comment. And this is regarding 12 future meeting discussions. 13 So, if you're joining us via Zoom on your 14 computer, please use the raise hand feature. If you called 15 in, please dial *9 to raise your hand and then *6 to unmute 16 your phone line. And I see a raised hand. 17 Cristina Marquez, you should be able to unmute 18 yourself. 19 MS. MARQUEZ: Can you hear me okay? 20 MS. DE JONG: Yes. 21 CRISTINA MARQUEZ: Okay. Hi, my name is Cristina 22 I'm with IBW Local 569, the Electrical Workers Marquez. 23 Union, and I'm the environmental organizer. So, this is a 24 very important topic for us. 25 We know that bringing renewable energy to

Southern California and California is something that is
 very big right now, especially with this administration.
 And it aligns with, you know, following those guidelines of
 trying to lower the GHGs.

But Steve Castaneda, thank you so much for
bringing up, you know, workforce development in January. I
highly appreciate that.

8 On behalf of our apprentices and journeymen that 9 are already working out here, we've been working out here 10 since 2012, and I think the last time I spoke, I told you 11 that we're in the process of building a new net zero 12 apprenticeship building out there.

We already have one there, but we're just building a new big one that's net zero emissions. And we're really proud of that. And we hope that we can be involved in some of your planning just so you can hear us out on that. I'd highly appreciate it.

18 Thank you so much for your time.

19 COMMISSIONER CASTANEDA: Cristina, I'll reach out 20 to you.

21 CRISTINA MARQUEZ: Thank you. I appreciate that.
22 Take care and have a good day.

MS. DE JONG: Thanks. Thank you. We have araised hand from Nikola Lakic.

25 MR. LAKIC: Thanks again. Can you hear me now?

MS. DE JONG: Yes.

1

2 MR. LAKIC: I'm sorry. I just wasn't sure when 3 Silvia Paz mentioned presentation next time, maybe I 4 misunderstood. In case if it's author or something like 5 that, I'm in, but maybe I misunderstood. Sorry to 6 interrupt.

MS. DE JONG: Okay. Alright. Thank you. And8 Shrayas, you should be able to unmute yourself.

9 MR. JATKAR: Yeah. Hi, everybody. I'm Shrayas 10 Jatkar with the California Workforce Development Board. 11 Also just want to appreciate the interest in having the 12 January workshop on workforce development and also at the 13 risk of having a lot of cooks in the kitchen, will offer 14 myself as somebody who can help in any way that you all are 15 looking for.

16 Just to let you know, sort of similar to other 17 folks that just sort of introduced themselves earlier in 18 the meeting that just introduce ourselves as we're one of 19 the seven departments in the State Labor and Workforce 20 Development Agency and have been working a lot on building 21 partnerships with California state agencies involved in 22 energy and environmental issues to make sure that as we 23 stand up new industries and support existing industries, 24 that we're making sure they're on the high road. Making 25 sure that we're addressing issues of job quality and job

access to address equity in terms of the economy, as well
 as of course, the environment.

3 So, I'm happy to participate and help in 4 developing the workshop or any other ways that you see fit. 5 And CEC staff has my contact info, so they can put us in 6 touch with one another if that makes sense.

MS. DE JONG: Thank you. Alright. So just to
circle the plan here, Commissioner Castaneda and Chair Paz
are the two sub-body members on workforce development.

10 So, the CEC will reach out to you with an email 11 instead of a meeting to begin that planning process and 12 then branch out from there to do this, the other 13 connections that you've talked about today. So, look out 14 for an email from us. Thanks.

Alright. That is all of the public comments at this time. We're ready to move on to the next item, which is general public comments.

18 So, if there are any general public comments at 19 this time, please go ahead and use the raise hand feature 20 in your zoom app or if you called in, dial *9 to raise your 21 hand and then *6 to mute and unmute your phone line.

That was a quick transition, so let's see ... I'm not seeing any hands raised at this time.

Alright, I think that we are all finished with the public comments. Back to you, Chair Paz.

1	CHAIR PAZ: Thank you. So, this concludes our
2	meeting for today. Our next meeting will be September 30th
3	of 2021. The meeting is now adjourned.
4	Thank you everyone.
5	ALL: Thank you.
6	(The workshop concluded at 4:29 P.M.)
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Elise Hicks

ELISE HICKS, IAPRT CERT**2176

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